

April 28, 2023

Hon. Michelle L. Phillips, Secretary New York Public Service Commission Three Empire State Plaza Albany, NY 12223-1350

<u>Re:</u> <u>Case 22-E-0285</u> <u>Central Hudson Gas & Electric Corporation Filing for Recovery of Conduit Costs in</u> <u>Residential Subdivisions</u>

Dear Secretary Phillips:

The statement set forth below is filed by Central Hudson Gas & Electric Corporation ("Central Hudson" or "the Company") on April 28, 2023 to become effective on July 1, 2023.

P.S.C. No. 15 – Electricity

Statement of Underground Residential Distribution Contribution URD - 15

The purpose of this filing is to (1) update the rates for Overhead and Underground Supply Lines to reflect an average of the most recent 5 years for which data is available, (2) update the rate for underground distribution lines to include recovery of conduit costs, and (3) update the trenching credit, and (4) update the incremental charge for three-phase line.

Contribution by Applicant

The rates used in determining contributions required from applicants proposed with this filing reflect a fiveyear average of actual calendar-year data. Effective November 1, 2022, the Company made an adjustment to the costs in historic years for conduit installations based on actual calendar-year costs incurred. Actual conduit costs will be included in the five-year annual average of underground distribution lines. In historic years (prior to conduit installations), an average of actual calendar-year costs will be used as a proxy in the calculation for the outer years until five years of actual costs have been incurred.

The changes to the cost per trench foot of URD service are as follows:

	Present	Proposed
Overhead Supply Lines	\$107.86	\$89.58
Underground Supply Lines	25.22	24.00
Underground Distribution Lines & Conduit	33.46	36.11
Underground Service Lines	22.42	25.23

Trenching Credit

The Company utilized actual costs experienced in the five-year period from 2018 through 2022 as a basis to

284 South Avenue Poughkeepsie, NY 12601 (845) 452-2000 www.CentralHudson.com propose the amended the credit applicable to trenching for electric only service installations. The present rate of \$15.37 per trench foot increased by \$2.70 to \$18.07 per trench foot. To remain consistent with the manner in which the proposed electric only trenching credit was developed, the Company utilized actual costs experienced in the five-year period from 2018 through 2022 as a basis to propose to revise the credit applicable to trenching a common trench for combination electric and gas service installations. The present rate of \$20.17 per trench foot decreased by \$0.42 to \$19.75 per trench foot. The trenching credit methodology was revised to include jobs with rock excavation in the five-year average. The amended rates detailed above will become effective July 1, 2023 and will remain in effect through June 30, 2024.

Incremental Three-Phase Charge

Pursuant to Order in Case 10-E-0129 dated November 23, 2010, the Company is required to update annually, with its underground filing, the average incremental charge for three-phase wire. Based on current costs, Central Hudson proposes to revise the incremental charge for three-phase line from \$8.94 per trench foot to \$9.14 per trench foot. In addition to this incremental charge for three-phase wire, applicants will be charged the incremental amount for any appurtenant facilities.

Questions related to this filing should be directed to Taylor Alonso at (845) 486-5554 or talonso@cenhud.com.

Respectfully Submitted,

Joseph Hally Vice President-Regulatory Affairs

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