..DID: 18569 ..TXT:

> CENTRAL HUDSON GAS & ELECTRIC CORPORATION 284 SOUTH AVENUE POUGHKEEPSIE, NEW YORK 12601

> > March 21, 2002

Hon. Janet H. Deixler Secretary Department of Public Service State of New York Three Empire State Plaza Albany, New York 12223

Dear Secretary Deixler:

Re: Central Hudson Gas & Electric Corporation <u>Tariff Filing to Reflect New URD Rates</u> <u>Cases 25352 & 92-M-0607</u>

The following rate leaf, issued by Central Hudson Gas & Electric Corporation, is transmitted for filing in compliance with the requirements of the Public Service Commission of the State of New York in Case 92-M-0607:

P.S.C. No. 15 - Electricity

3rd Revised Leaf No. 37

This amendment is issued March 21, 2002 to become effective July 1, 2002. The purpose of this filing is to submit the data requirements of 16 NYCRR 98.6 and to update the rates used in determining contributions required from applicants for underground extensions in new residential subdivisions and the credit applicable to trenching underground distribution and services in residential subdivisions. Based on the variability in the number of work orders closed each year and differences in scope and time periods covered by the work orders, particularly for overhead supply lines and underground supply lines, the rates used in determining contributions required from applicants proposed with this filing reflect a five-year average of the actual calendar-year data filed in compliance with 16 NYCRR 98.6. These new rates, along with the proposed credit applicable to trenching underground distribution and services, will become effective July 1, 2002 and will remain in effect through June 30, 2003.

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

	<u>Present</u>	Proposed
Overhead Supply Lines	\$12.51	\$ 7.78
Underground Supply Lines	6.92	8.92
Underground Distribution Lines	11.94	11.31
Underground Service Lines (a)	10.44	9.81

(a) The average cost per foot of service lines installed, as set forth in 16 NYCRR 98.6(b)(13), excludes the cost of trenching. Therefore, the proposed tariff rate for underground service lines is based on the proposed underground distribution rate less the estimated cost differential between distribution line trenching (\$4.50 per foot for 36" trench depth) and service line trenching (\$3.00 per foot for 24" trench depth).

Based on actual costs experienced in 2001, Central Hudson proposes to revise the credit applicable to trenching underground distribution and services in residential subdivisions from \$7.41 per foot to \$6.75 per foot.

The Company is arranging to comply with the requirements of 16 NYCRR 136.70 by publishing notices of the rate changes proposed herein in the April 7, 14, 21 and 28, 2002 issues of the Catskill Daily Mail, the Kingston Freeman, the Times Herald Record and the Poughkeepsie Journal.

The following items are included with this filing:

- (1) Central Hudson's revised tariff leaf;
- (2) Reporting requirements under 16 NYCRR 98.6; and,
- (3) State Administrative Procedures Act Notice for Publication in the State Bulletin.

If you have any questions or require additional information, please call Glynis Bunt at (845) 486-5420.

Very truly yours,

Arthur R. Upright