

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

January 3, 2007

Public Service Commission
Three Empire State Plaza
Albany, NY 12223

Re: Case 06-E-0645: Federal Policy Act of 2005 - DST

Dear Commissioners:

The amended tariff leaf set forth below is filed by Central Hudson Gas & Electric Corporation ("Central Hudson" or the "Company") on January 3, 2007 to become effective April 3, 2007.

P.S.C. No. 15 - Electricity

9th Revised Leaf No. 210

The amendment listed above addresses certain calendar changes affecting Daylight Saving Time ("DST"), as adopted under Section 110 of the U.S. Energy Policy Act of 2005 ("Act"), which will impact service provided to residential time-of-use ("TOU") customers.

Background

The Act was passed by the United States Congress on July 29, 2005 and was signed into law on August 8, 2005. Section 110 of the Act amends Section 3(a) of the Uniform Time Act of 1966, by extending DST each spring and fall beginning in March 2007. The Act provides that clocks be set forward beginning on the second Sunday in March, rather than the first Sunday in April, and set back on the first Sunday in November, rather than the last Sunday of October. The Act requires that the U.S. Department of Energy study the impact of the DST extension on energy conservation and submit a report of its findings to Congress no later than December 11, 2007. Congress has retained the right to revert back to the original DST schedule based on the results of this report.

On May 26, 2006 the Company filed tariff amendments proposing to modify the existing TOU period definitions contained in its tariff for the relatively short periods of time in the spring and fall resulting from the DST schedule change. These amendments were proposed to avoid the need for an extensive and costly meter reprogramming effort prior to March 2007, based on the uncertainty of an additional reprogramming required prior to March 2008 if Congress were to revert back to the original DST schedule. Additionally, in its filing letter the

Company indicated that it was assessing the feasibility of installing a DST module to its meter reading software, which would allow TOU meters to be reprogrammed electronically by the Company's meter readers during a regularly scheduled meter read. Moreover, the Company indicated that if it was able to procure and satisfactorily implement the DST module prior to January 1, 2007, it would file additional tariff amendments to eliminate the proposed revisions requested on May 26, 2006, and approved by the Commission on August 23, 2006 in Case 06-E-0645. As indicated in its May 26, 2006 filing letter, the Company expected that the DST module would be available sometime after June 1, 2006, so that installation and testing, including required upgrades to related software, could be completed prior to January 1, 2007. In fact, the DST module was not received by the Company until early December 2006. Since that time the Company has successfully installed and tested the module.

Proposed Tariff Change

With this filing the Company proposes to eliminate the DST qualification contained in the TOU period definitions that was approved by the Commission on August 23, 2006. Reprogramming of meters through use of the DST module prior to the start of DST will benefit customers since the internal clock in each customers' meter will accurately reflect DST and the change in the DST start date will be transparent to customers. As a result, this reprogramming will eliminate the need to contact each affected customer and all active marketers as originally planned and stated in the May 26, 2006 filing letter.

Since the tariff amendment proposed herein reflects compliance with the new DST schedule and will be transparent to customers, the Company requests that the requirements of 66(12)(b) of the Public Service Law as to newspaper publication be waived.

Questions related to this filing should be directed to Nicholas R. Wight at (845) 486-5749.

Yours very truly,

Michael L. Mosher
Vice President - Regulatory Affairs

lett144