

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

November 10, 2010

Public Service Commission
Three Empire State Plaza
Albany, New York 12223-1350

Re: New York State Assessment Surcharge (NYSA)

Dear Commissioners:

In accordance with General Information Section 42.D of P.S.C. No. 12 - Gas, the Statement listed below is filed to become effective December 1, 2010.

P.S.C. No. 12 – Gas

Statement of New York State Assessment Surcharge

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On June 30, 2010 rates were filed to become effective July 1, 2010 to implement a surcharge to recover the Temporary State Energy and Utility Service Conservation Assessment pursuant to Public Service Law ("PSL") §18-a(6) as implemented by Chapter 59 of the Laws of 2009 and as authorized by the Commission in its Order issued and effective June 19, 2009 in Case 09-M-0311. The purpose of this filing is to revise the rates that were filed on June 30th in order to reflect the Statement of Revised Assessment issued by the Department of Public Service Director of Finance & Budget dated August 10, 2010. The new factors also correct the under recovery related to a prior period, which was incorrectly included as an over recovery in the June 30, 2010 filing. Pursuant to the June 19, 2009 Order in Case 09-M-0311, if the July 2010 – June 2011 surcharge amount, including any over/under recovery for July 2009 – June 2010 and carrying charges, produced a lower surcharge factor than that currently in effect, the current higher factor was retained. As the currently effective factors shown on NYSA Statement 4 include an incorrect under recovery related to July 2009 – June 2010, the comparison was done using the previously effective factors found on NYSA Statement 3.

Work papers related to this filing have been sent to Gigi Chrysogelos. Questions related to this filing should be directed to Amy S. Dittmar at 845-486-5433 or adittmar@cenhud.com.

Yours very truly,

Michael L. Mosher
Vice President - Regulatory Affairs

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