

September 21, 2012

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

## **Dear Commissioners:**

In accordance with General Information Section 36.G of P.S.C. No. 15 - Electricity, the Statement listed below is filed to become effective October 1, 2012.

P.S.C. No. 15 - Electricity

Statement of Revenue Decoupling Mechanism Adjustment RDM-7

Pursuant to the Order issued and effective June 22, 2009 in Case 08-E-0887, a Revenue Decoupling Mechanism ("RDM") was implemented for Central Hudson Gas & Electric Corporation ("Central Hudson" or "the Company") for electric Service Classification Nos. 1, 2 and 6 effective July 1, 2009. Pursuant to the most recent Order issued and effective June 18, 2010 in Case 09-E-0588, the Commission approved the continuation of the previously established mechanism with slight modification.

As such, the Company is hereby filing new RDM Adjustment factors, as prescribed in General Information Section 36.G of the Company's P.S.C. No. 15 - Electric Tariff, to (1) recover the remainder of the revenue shortfall for the rate year ending June 30, 2012 not previously included in factors effective April 1, 2012, (2) recover carrying charges related to the revenue shortfall for the rate year ending June 30, 2012, and (3) perform a final reconciliation of RDM2 which was collected from or refunded to customers over the period August 1, 2010 – July 31, 2011. The Company is proposing to implement RDM Adjustment surcharges for all applicable classes.

Questions related to this filing should be directed to Linda VanEtten at (845) 486-5554 or Lvanetten@cenhud.com. Work papers have been sent directly to Gigi Chrysogelos.

Very truly yours,

Michael L. Mosher