

CENTRAL HUDSON GAS & ELECTRIC CORP  
Form 10-Q  
August 03, 2012

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UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D. C. 20549

FORM 10-Q

(Mark One)

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended June 30, 2012

OR

TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the transition period from \_\_\_\_\_ to \_\_\_\_\_

Commission File Number	Registrant, State of Incorporation Address and Telephone Number	IRS Employer Identification No.
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0-30512	CH Energy Group, Inc. (Incorporated in New York) 284 South Avenue Poughkeepsie, New York 12601-4839 (845) 452-2000	14-1804460
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1-3268	Central Hudson Gas & Electric Corporation (Incorporated in New York) 284 South Avenue Poughkeepsie, New York 12601-4839 (845) 452-2000	14-0555980
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Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrants were required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.

CH Energy Group, Inc. Yes  No   
Central Hudson Gas & Electric Corporation Yes  No

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files).

CH Energy Group, Inc. Yes  No   
Central Hudson Gas & Electric Corporation Yes  No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See the definitions of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act. (Check one):

CH Energy Group, Inc.	Central Hudson Gas & Electric Corporation
Large Accelerated Filer <input checked="" type="checkbox"/>	Large Accelerated Filer <input type="checkbox"/>
Accelerated Filer <input type="checkbox"/>	Accelerated Filer <input type="checkbox"/>
Non-Accelerated Filer <input type="checkbox"/>	Non-Accelerated Filer <input checked="" type="checkbox"/>
Smaller Reporting Company <input type="checkbox"/>	Smaller Reporting Company <input type="checkbox"/>

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act):

CH Energy Group, Inc. Yes  No   
Central Hudson Gas & Electric Corporation Yes  No

As of the close of business on July 31, 2012 (i) CH Energy Group, Inc. had outstanding 14,942,473 shares of Common Stock (\$0.10 per share par value) and (ii) all of the outstanding 16,087,062 shares of Common Stock (\$5 per share par value) of Central Hudson Gas & Electric Corporation were held by CH Energy Group, Inc.

CENTRAL HUDSON GAS & ELECTRIC CORPORATION MEETS THE CONDITIONS SET FORTH IN GENERAL INSTRUCTIONS (H)(1)(a) AND (b) OF FORM 10-Q AND IS THEREFORE FILING THIS FORM WITH THE REDUCED DISCLOSURE FORMAT PURSUANT TO GENERAL INSTRUCTIONS (H)(2)(a), (b) AND (c).

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FORM 10-Q FOR THE QUARTER ENDED JUNE 30, 2012

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FILING FORMAT

This Quarterly Report on Form 10-Q is a combined quarterly report being filed by two different registrants: CH Energy Group, Inc. ("CH Energy Group") and Central Hudson Gas & Electric Corporation ("Central Hudson"), a wholly owned subsidiary of CH Energy Group. Except where the content clearly indicates otherwise, any reference in this report to CH Energy Group includes all subsidiaries of CH Energy Group, including Central Hudson. Central Hudson makes no representation as to the information contained in this report in relation to CH Energy Group and its subsidiaries other than Central Hudson.

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## PART I - FINANCIAL INFORMATION

## ITEM 1 - Financial Statements (Unaudited)

CH ENERGY GROUP CONSOLIDATED  
STATEMENT OF INCOME (UNAUDITED)  
(In Thousands, except per share amounts)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2012	2011	2012	2011
Operating Revenues				
Electric	\$ 115,429	\$ 114,235	\$ 244,701	\$ 268,805
Natural gas	26,120	33,997	81,970	109,479
Competitive business subsidiaries:				
Petroleum products	51,139	54,029	135,771	146,661
Other	4,882	4,806	9,200	9,094
Total Operating Revenues	197,570	207,067	471,642	534,039
Operating Expenses				
Operation:				
Purchased electricity and fuel used in electric generation	37,364	37,795	82,423	108,063
Purchased natural gas	7,490	15,290	32,104	57,088
Purchased petroleum	45,424	48,228	115,729	123,994
Other expenses of operation - regulated activities	58,836	56,747	118,722	125,980
Other expenses of operation - competitive business subsidiaries	11,366	11,336	23,788	23,855
Merger related costs	3,243	-	8,462	-
Depreciation and amortization	10,543	10,101	21,167	20,186
Taxes, other than income tax	11,954	11,626	25,596	24,927
Total Operating Expenses	186,220	191,123	427,991	484,093
Operating Income	11,350	15,944	43,651	49,946
Other Income and Deductions				
Income from unconsolidated affiliates	50	155	102	619
Interest on regulatory assets and other interest income	1,482	1,431	3,642	3,297
Regulatory adjustments for interest costs	331	330	650	713
Business development costs	(5 )	(263 )	(63 )	(498 )
Other - net	(106 )	(321 )	(484 )	(890 )
Total Other Income	1,752	1,332	3,847	3,241
Interest Charges				
Interest on long-term debt	6,219	6,730	12,437	13,470
Interest on regulatory liabilities and other interest	1,703	1,534	3,287	3,015
Total Interest Charges	7,922	8,264	15,724	16,485
Income before income taxes, non-controlling interest and preferred dividends of subsidiary	5,180	9,012	31,774	36,702
Income Taxes	3,026	2,905	14,797	13,520
Net Income from Continuing Operations	2,154	6,107	16,977	23,182
Discontinued Operations				
Income from discontinued operations before tax	-	220	-	821

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Loss from sale of discontinued operations	-	(92	)	-	(543	)
Income tax expense from discontinued operations	-	38		-		