P.S.C. No. 16 - Gas Company: Rochester Gas and Electric Corporation Statement Type: STSR Statement No. 27

Small Transportation Service Rate Adjustment Statement Effective April 1, 2006

Applicable to Service Classification No. 5 (Issued under Authority of 16 NYCRR 720-6.5) (PER THERM UNLESS OTHERWISE NOTED)

Charge for City Gate Balancing Service (incl. losses)	SC#5 customers
(\$/therm at Customer Meter)	\$0.000000
Other Costs:	
A) Adjustment for Inter-Departmental Sales	(\$0.000049)
B) Research and Development Surcharge	\$0.000590
C) PSC Transition Cost Surcharge	\$0.020341
D) FERC Order 636 Transition Cost Surcharge	\$0.000000
E) Low Income Program	\$0.000000
Total Other Costs	\$0.020882
Weighted Average Cost of Stored Gas (\$/dt at storage)	\$8.904705
<u>Weighted Average Cost of Storage 1</u> (\$/month per DT/day of assigned Maximum Daily Quantity)	\$4.81780
Weighted Average Cost of Storage 2 (\$/month per DT/day of assigned Maximum Daily Quantity)	\$5.75600
Weighted Average Cost of Storage 3 (\$/month per DT/day of assigned Maximum Daily Quantity)	\$3.34050
<u>Weighted Average Cost of Storage 4</u> (\$/month per DT/day of assigned Maximum Daily Quantity)	\$1.47730

ISSUED BY: James A. Lahtinen, Vice President Rates and Regulatory Economics, Rochester, New York