P.S.C. No. 16 - Gas Company: Rochester Gas and Electric Corporation Statement Type: LTSR Statement No. 9

Large Transportation Service Rate Adjustment Statement Effective October 1, 2004

Applicable to Service Classification No. 3 (Issued under Authority of 16 NYCRR 720-6.5) (PER THERM UNLESS OTHERWISE NOTED)

	SC#3 customers pre 11/1/96	SC#3 customers post 11/1/96
Charge for Daily Balancing	\$0.005683	\$0.005683
Charge for CSC Enhanced Daily Balancing	\$0.001000	\$0.001000
Other Costs:		
A) Inter-Departmental Sales Credit	(\$0.000048)	(\$0.000048)
B) Research and Development Surcharge	\$0.000520	\$0.000520
C) PSC Transition Cost Surcharge	\$0.001300	\$0.011679
D) Low Income Program	\$0.000110	\$0.000110
E) FERC Order 636 Transition Surcharge	<u>\$0.000808</u>	<u>\$0.001595</u>
Total Other Costs (\$/therm at customer meter)	\$0.002690	\$0.013856
Commodity Cost of Gas		
(\$/therm at City Gate for City Gate balancing deliveries)	\$0.588798	\$0.588798
\$/therm at Customer Meter for On-System Balancing and City Gate end of the month Cashout	\$0.596747	\$0.596747
Weighted Average Cost of Gas		
(\$/therm at City Gate for City Gate balancing deliveries)	\$0.746711	\$0.746711
\$/therm at Customer Meter for On-System Balancing and City Gate end of the month Cashout	\$0.756792	\$0.756792

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