Received: 10/05/2004 Status: CANCELLED Effective Date: 01/01/2005

PSC No: 16 - Gas

Rochester Gas and Electric Corporation

Initial Effective Date: January 1, 2005

Leaf No. 130.6.1

Revision: 0

Superseding Revision:

Issued in compliance with order in Cases 02-E-0198 and 02-G-0199 dated June 2, 2004

SERVICE CLASSIFICATION NO. 3

GAS SERVICE-POINT TRANSPORTATION SERVICE - S.C. NO. 3 (Cont'd):

6. Gas Transportation Service Rates and Charges:

Any customer who meets the qualifications set forth under General Information Section 4.K.2 shall pay for delivery service at the following rate. For customers whose zone certificate includes an initial date of eligibility prior to January 1, 2005, the following natural gas rates, terms and conditions will apply to usage and growth at the customer's facility through the term of the customer's current certificate, as long as the customer's certificate remains valid.

Transportation Rate Economic Development Zone Rider
New service under this rider will no longer be available to
customers whose zone certificate includes an initial date of
eligibility after January 1, 2005.

| First 1000 therms or less | \$360.00 |
|----------------------------------|-----------|
| Next 29,000 therms, per therm | \$0.07058 |
| Next 70,000 therms, per therm | \$0.05242 |
| Next 900,000 therms, per therm | \$0.02703 |
| Over 1,000,000 therms, per therm | \$0.01395 |
| | |

Minimum Monthly Charge: \$360.00

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