

October 30, 2008

VIA ELECTRONIC FILING

Honorable Jaclyn A. Brillling
Secretary
New York State Public Service Commission
Three Empire State Plaza
Albany, New York 12223

RE: **Case 03-E-0765 - Proceeding on Motion of the Commission as to the Rates, Charges, Rules and Regulations of Rochester Gas and Electric Corporation for Electric Service**

Case 02-E-0198 - Proceeding on Motion of the Commission as to the Rates, Charges, Rules and Regulations of Rochester Gas and Electric Corporation for Electric Service

Dear Secretary Brillling:

Rochester Gas and Electric Corporation ("RG&E" or "Company") is hereby filing the following Transition Charge Statements to become effective [November 1, 2008](#), in compliance with the New York State Public Service Commission's Order Adopting Provisions of Joint Proposals With Conditions, issued and effective May 20, 2004 (the "Order") in the above-referenced proceedings:

PSC No. 18 – Electricity, Schedule for Electric Street Lighting Service. TCV Statement No. [47](#)

PSC No. 19 – Electricity, Schedule for Electric Service. TCV Statement No. [47](#)

This filing is also made in accordance with Appendix 7-H (electronic tariff filing system) to the Commission's Codes, Rules and Regulations (16 NYCRR Appendix 7-H).

Beginning this month, different transition charges are established for customers taking service under the RG&E Variable Price Option (VPO) and customers taking service under the RG&E ESCO Price Option (EPO). The rates for November reflect a transition charge for VPO customers that is higher than the one for EPO customers to recover one-half of the losses associated with purchases in the real time market during the period January 2007 through September 2008. The remaining amount will be recovered through the VPO transition charge that will be established for December 2008. These charges are set in accordance with the Company's tariffs and Section VII.2.b of the RG&E Electric Rate Joint Proposal, approved by the Commission in the Order in the above-referenced proceedings, which states: "In the event that RG&E determines that it will incur an estimated gain or loss because purchases for these customers were made in the real-time market at prices differing from prices in the day-ahead market, RG&E will credit or recover the full amount of the estimated gain or loss through the Transition Charge (Non-Bypassable Charge) from VPO customers."

In PSC No.18, the TCV Statement sets forth the Transition Charges for the VPO and the EPO applicable to S.C. Nos. 1, 2, and 3. In PSC No.19, the TCV Statement sets forth the Transition Charges for the VPO and the EPO applicable to S.C. Nos. 1, 2, 3, 4, 6, 7, 8, and 9 and the Transition Charge for Economic Development applicable to S.C. Nos. 3, 7, 8, and 9.

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The filing of Transition Charge Statements for the VPO and the EPO is made on a monthly basis.

Please direct any questions pertaining to this filing to me at (585) 771-4692.

Very truly yours,

Mark O. Marini
Manager, Regulatory and Tariffs
Rates and Regulatory Economics