August 1, 2008

VIA ELECTRONIC MAIL

Honorable Jaclyn A. Brilling, Secretary State of New York Public Service Commission Three Empire State Plaza Albany, NY 12223-1350

Re: Rochester Gas & Electric Corporation's Proposal to revise P.S.C. No. 16 – Schedule for Gas Service, in order to eliminate a portion of the PSC Transition Cost Surcharge associated with ANR Pipeline Company (ANR) and Great Lakes pipeline storage assets.

Dear Secretary Brilling:

The enclosed tariff leaves, issued by Rochester Gas & Electric Corporation ("RG&E" or "the Company"), are transmitted for filing in accordance with the requirements of Appendix 7-H (electronic tariff filing system) to the Commission's Codes, Rules and Regulations (16 NYCRR Appendix 7-H). The leaves are to become effective on November 1, 2008.

P.S.C. No 16 – Schedule for Gas Service

Leaf No. 130.2, Rev. 1
Leaf No. 130.3, Rev. 3
Leaf No. 130.4, Rev. 3
Leaf No. 130.5, Rev. 2
Leaf No. 133.2, Rev. 2
Leaf No. 133.4, Rev. 2
Leaf No. 137, Rev. 1
Leaf No. 139, Rev. 2
Leaf No. 140, Rev. 1
Leaf No. 141, Rev. 3
Leaf No. 142, Rev. 3
Leaf No. 143, Rev. 2
Leaf No. 147.4, Rev. 1
Leaf No. 147.4, Rev. 1
Leaf No. 147.6, Rev. 1

Overview

RG&E hereby submits its proposal to eliminate the transition costs associated with ANR and Great Lakes storage assets from the PSC Transition Costs Surcharge. This filing is necessary because RG&E will no longer hold pipeline and storage contracts on ANR and Great Lakes pipelines upon the expiration of contracts on October 31, 2008.

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Background

The surcharge was originally created in response to a Public Service Commission ("the Commission") Order in Case 00-D-1520, issued and effective December 20, 2000. The Order approved implementation of a surcharge to recover the costs of storage assets on the ANR pipeline which were not included in new balancing charges. The Order determined that ANR assets were procured to serve all customers on RG&E's system and that all customers, including pre-aggregation transportation customers, used these balancing services (and the assets behind these services). Therefore, all customers were responsible for the recovery of the associated stranded costs.

With the expiration of the ANR and Great Lakes pipeline contracts effective October 31, 2008, RG&E will no longer incur the associated storage costs. Therefore, the related portion of the PSC transition surcharge is not applicable and no longer collectible through the surcharge effective November 1, 2008.

Publication

The Company requests a waiver of newspaper publication requirement pursuant to Section 66 (12)(b) of the Public Service Law and 16NYCRR Section 720-8.1. The requested tariff change does not impact the basic calculation methodology for the PSC Transition Cost Surcharge, but rather only eliminates a component of the surcharge.

Company Contacts

Please direct any questions pertaining to this filing to Linda Dent at (585) 771-4701 or Tamara Prodrick at (585) 771-4204.

Very truly yours,

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

Enclosures