

November 27, 2006

VIA ELECTRONIC FILING AND OVERNIGHT MAIL

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

**RE: Case 03-G-0766 - Proceeding on Motion of the Commission as to the Rates, Charges,
Rules and Regulations of Rochester Gas and Electric Corporation for Gas Service**

Dear Secretary Brillling:

The enclosed tariff leaves, issued by Rochester Gas and Electric Corporation ("RG&E") are transmitted for filing in compliance with the New York Public Service Commission ("PSC" or "Commission") Order Adopting Provisions of Joint Proposals With Conditions, issued and effective May 20, 2004 (the "Order") in the above-referenced proceeding, and Appendix 7-H (electronic tariff filing system) to the Commission's Codes, Rules and Regulations (16 NYCRR Appendix 7-H). The leaves will become effective January 1, 2007.

Fourth Revised	Leaf No. 70	to PSC No. 16 – Gas
Fourth Revised	Leaf No. 127.17	to PSC No. 16 – Gas

Section VII.2 of the Gas Rate Joint Proposal ("GRJP") approved per the Order in the above-referenced proceeding, directs RG&E to reset its Factor of Adjustment ("FA") on January 1 of each year. The FA will be reset based on the average of the actual lost and unaccounted for volumes immediately preceding three 12-month periods ending August 31. The attached filing updates the FA per the terms of the GRJP.

Any correspondence or questions regarding this filing should be addressed to me at (585) 771-4692 or at the above address.

Very truly yours,

Mark O. Marini
Manager, Regulatory and Tariffs -
Rate and Regulatory Economics Department