June 9, 2005

VIA ELECTRONIC

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

Re: Prorating the Gas Supply Charge

Dear Secretary Brilling:

The enclosed leaves, issued by Rochester Gas and Electric Corporation ("RG&E" or "Company") are transmitted for filing in accordance with 16 NYCRR 720-6.5(c). These tariffs are proposed to become effective on September 1, 2005.

RG&E

PSC No. 16 – Gas Leaf No. 69, Revision 5 Leaf No. 73, Revision 3

Effective: September 1, 2005

The purpose of this filing is to implement monthly proration of the Company's Gas Supply Charge ("GSC").

Background

RG&E has had discussions with the Department of Public Service Staff ("Staff") regarding the method of applying the Company's GSC to customer bills. Staff inquired about the potential of prorating the Company's monthly GSC. RG&E has reviewed its billing system capabilities and determined that the Company is able to begin prorating the GSC on customer bills at the beginning of the next gas year, September 1, 2005.

Honorable Jaclyn A. Brilling, Secretary Page 2 June 9, 2005

Overview

The regulations in 16 NYCRR 720-6.5 (c) state that the GSC shall be applied to bills by prorating the gas adjustments in effect during the period of service based on the number of days each gas adjustment is in effect during each billing period. RG&E proposes to adjust its tariff, PSC No. 16-Gas and the Company's billing system to provide for the proration of the Company's montly GSC.

Other Issues

In accordance with the requirement of Section 66(12) (b) of the Public Service Law as to newspaper publication, the Company will publish notices of these tariff changes in the Rochester <u>Democrat and Chronicle</u> newspaper and the <u>Canandaigua Messenger</u> newspaper for four successive weeks prior to the effective date of the tariff changes.

Company Contact

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

Very truly yours,

Mark O. Marini Manager, Rate and Regulatory Economics