

March 26, 2004

Jaclyn A. Brillling, Secretary
New York State Dept. of Public Service
Three Empire State Plaza
Albany, New York 12223-1350

Dear Secretary Brillling:

The enclosed statements, issued by Rochester Gas and Electric Corporation ("RG&E" or the "Company"), are transmitted for filing in compliance with the requirements of the Public Service Commission (PSC) of the State of New York:

P.S.C. No. 16 - Gas

Gas Cost Adjustment (GCA)	Statement Number 12	Effective: March 31, 2004
Large Transportation Service Rate Adjustment (LTRS)	Statement Number 3	Effective: April 1, 2004
Small Transportation Service Rate Adjustment (STSR)	Statement Number 3	Effective: March 31, 2004

The GCA reflects the replacement of the Union Gas Limited storage contracts, which will expire on March 31, 2004, with the BP Canada Energy Company ("BPC") Delivery and Storage Redelivery Service ("DSR Service"). DSR service will be provided pursuant to an agreement between RG&E and BPC, which has an effective date of April 1, 2004. The GCA also reflects the expiration of the RG&E's Capacity Cost Imputation, which is an element of the Company's Incentive Program, effective April 1, 2004.¹

Finally, the calculation of the average cost of gas reflects the change in capacity release revenues RG&E will receive on both ANR and Great Lakes Pipeline.

¹ See Case 98-G-1589, In the Matter of Rochester Gas and Electric Corporation's Plans for Gas Rates and Restructuring, "Joint Proposal Pertaining to Rochester Gas and Electric Corporation's Natural Gas Rates and Restructuring Program" (dated January 25, 2001) ("2001 Gas Joint Proposal"), as adopted by Order Adopting Terms of Joint Proposal (issued February 28, 2001).

These rates will continue in effect until there are changes in the cost of gas that require modifications.

Very truly yours,
ROCHESTER GAS AND ELECTRIC CORPORATION

Mark Marini, Department Manager
Rate and Regulatory Economics

Enclosures