Received: 10/31/2006 Status: CANCELLED Effective Date: 01/01/2007

PSC No: 19 - Electricity Statement Type: DISC

Statement No. 3

Rochester Gas and Electric Corporation Initial Effective Date: January 1, 2007

Purchase of ESCO Accounts Receivable (POR) Discount

Electric accounts receivable will be purchased at a discount off face value of the ESCO receivable.

Discount 0.69%

ISSUED BY: James A. Lahtinen, Vice President Rates and Regulatory Economics, Rochester, New York