Received: 10/27/2006 Status: CANCELLED Effective Date: 11/01/2006

P.S.C. No. 16 - Gas Statement Type: STSR Company: Rochester Gas and Electric Corporation Statement No. 34

Small Transportation Service Rate Adjustment Statement Effective November 1, 2006

Applicable to Service Classification No. 5, No. 9 and No. 7 whose annual gas use is <35,000 therms (Issued under Authority of 16 NYCRR 720-6.5) (PER THERM UNLESS OTHERWISE NOTED)

	SC#5 customers
Charge for City Gate Balancing Service (incl. losses) (\$/therm at Customer Meter)	\$0.000000
Other Costs: A) Adjustment for Inter-Departmental Sales	(\$0.00049)
B) Research and Development Surcharge	\$0.000600
C) PSC Transition Cost Surcharge	\$0.020215
D) FERC Order 636 Transition Cost Surcharge	\$0.000000
E) Low Income Program	\$0.000000
Total Other Costs	\$0.020766
Weighted Average Cost of Stored Gas (\$/dt at storage)	\$7.029099
Weighted Average Cost of Storage 1 (\$/month per DT/day of assigned Maximum Daily Quantity)	\$4.85850
Weighted Average Cost of Storage 2 (\$/month per DT/day of assigned Maximum Daily Quantity)	\$5.78520
Weighted Average Cost of Storage 3 (\$/month per DT/day of assigned Maximum Daily Quantity)	\$3.38120
Weighted Average Cost of Storage 4 (\$/month per DT/day of assigned Maximum Daily Quantity)	\$1.47730

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