

STSR

Statement No. 40
to P.S.C. No. 16 - Gas**ROCHESTER GAS AND ELECTRIC CORPORATION**

Rochester, New York

Small Transportation Service Rate Adjustment Statement

Effective May 1, 2007

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

(\$0.000047)

B) Research and Development Surcharge

\$0.000600

C) PSC Transition Cost Surcharge

\$0.016388

D) FERC Order 636 Transition Cost Surcharge

\$0.000000

E) Low Income Program

\$0.000000**Total Other Costs**\$0.016941**Weighted Average Cost of Stored Gas**

(\$/dt at storage)

\$6.777280**Weighted Average Cost of Storage 1**

(\$/month per DT/day of assigned Maximum Daily Quantity)

\$5.45220**Weighted Average Cost of Storage 2**

(\$/month per DT/day of assigned Maximum Daily Quantity)

\$6.37890**Weighted Average Cost of Storage 3**

(\$/month per DT/day of assigned Maximum Daily Quantity)

\$3.42570**Weighted Average Cost of Storage 4**

(\$/month per DT/day of assigned Maximum Daily Quantity)

\$2.02650