Received: 02/18/2004 Statu

Status: CANCELLED Effective Date: 02/19/2004

PSC No: 16 - Gas Leaf No. 143
Rochester Gas and Electric Corporation Revision: 0
Initial Effective Date: February 19, 2004 Superseding Revision:
Issued in compliance with orders in Case 98-M-1343 dated Nov. 21, 2003 and Cases 99-M-0631 and 03-M-0117 dated Dec. 19, 2003

SERVICE CLASSIFICATION NO. 7

FIRM GAS TRANSPORTATION SERVICE FOR DISTRIBUTED GENERATION FACILITIES <50 MW (Cont'd)

- (d) The ANR portion of this PSC Transition Cost per therm is calculated by dividing the total cost in (c), above, by the total normalized sales of gas to the following customers:
 - i) Customers being served by ESCOs taking service under Service Classification No. 3; and
 - ii) Customers taking service under Service Classification No. 1 or Service Classification No. 6; and
 - iii) Customers taking service under Service Classification No. 4 who are subject to the gas cost adjustment; and
 - iv) Customers being served by ESCOs taking service under Service Classification No. 5; and
 - v) Customers being served by ESCOs taking service under Service Classification No. 7.
- (e) The total PSC Transition Cost Surcharge per therm is equal to the sum of the rate per therm for upstream capacity in (b), above and the rate per therm for ANR costs in (d), above.

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