Received: 12/29/2008

## December 29, 2008

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

Dear Secretary Brilling:

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" or "Commission") of the State of New York:

P.S.C. No. 16 - Gas

Gas Supply Charge (GSC) Statement Number 70 Effective: January 1, 2009

Incremental Gas Supply Charge (IGSC) Statement Number 15 Effective: January 1, 2009

Large Transportation Service Rate

Adjustment (LTSR) Statement Number 60 Effective: January 1, 2009

Small Transportation Service Rate

Adjustment (STSR) Statement Number 60 Effective: January 1, 2009

In compliance with 16 NYCRR 720-6.5(g), RG&E is initiating a surcharge beginning with the first billing cycle of January 2009 and continuing through December 2009, as a result of the Company's annual reconciliation of gas costs for the period September 1, 2007 to August 31, 2008.

In compliance with the Commission Order, issued and effective May 20, 2004 in Case 03-G-0766, Order Adopting Provisions of Joint Proposals with Conditions, RG&E is updating the calculation of the Merchant Function Charge (MFC) and the calculation of the Factor of Adjustment (FA). As stated in the May 20, 2004 Order, beginning January 1, 2005 and each 12-month period thereafter, the gas supply uncollectibles and gas inventory carrying charges calculations, both components of the MFC, are to be updated. Also, the FA is to be reset on January 1, 2005 and every year thereafter unless and until a new gas rate plan approved by the Commission becomes effective.

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 O. Marini Manager, Regulatory and Tariffs Rates and Regulatory Economics

Enclosures