

July 12, 2004

VIA ELECTRONIC FILING

Honorable Jaclyn A. Brillling, Acting Secretary
New York State Public Service Commission
Three Empire State Plaza
Albany, NY 12223-1350

Re: Case 00-M-1556—In the Matter of the Proposed Accounting and Ratemaking for the Tax Law Changes Included in the 2000-2001 New York State Budget, Order Implementing Tax Law Changes on a Permanent Basis, Issued and Effective June 28, 2001 (the “June 28 Order”)

Dear Secretary Brillling:

Rochester Gas and Electric Corporation ("RG&E") and PSC Staff have held discussions regarding the June 28, Order and the above captioned proceeding, and have reached agreement for RG&E to revise the Annual PSC Reconciliation Adjustment and the Effective Aggregate Percentage Rate in the Municipal Tax Statements. Accordingly, RG&E is hereby filing Municipal Tax Statements to be effective August 1, 2004:

PSC No.16 – Gas, Schedule for Gas Service. RTS, Statement No. 4
PSC No.18 – Electricity, Schedule for Electric Street Lighting Service. RTS, Statement No. 4
PSC No.19 – Electricity, Schedule for Electric Service. RTS, Statement No. 4

Also included in this filing is a "housekeeping" change that simply move the Retail Access Municipal Tax Statements from the cancelled tariffs PSC 17 - Gas and PSC 20 - Electricity to tariffs PSC 16 - Gas and PSC 19 - Electricity, respectively.

Please direct any questions pertaining to this filing to me at (585) 724-8252.

Very truly yours,

Curt D. Roney
Project Lead, Rate and Regulatory Economics