



May 19, 2011

VIA ELECTRONIC FILING

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

**Re: Case 09-G-0718 – Rochester Gas and Electric Corporation
Revenue Decoupling Mechanism Adjustment Statement**

Dear Secretary Brillling:

In accordance with the Public Service Commission's Order Establishing Rate Plan ("Rate Plan") in the above-referenced proceeding, and Rochester Gas and Electric Corporation's ("RG&E" or "the Company") PSC No. 16 Gas tariff schedule, RG&E hereby files the Revenue Decoupling Mechanism ("RDM") Adjustment Statement to be effective June 1, 2011.

RDM Statement No. 1 to PSC 16 Gas

Appendix U, Provision 24 of the Rate Plan and PSC No. 16, General Information Section 14, states that if at any time during the Rate Year the cumulative difference between the actual billed revenues per customer and the cumulative target revenues per customer is 1.25% or more, the Company will file an interim RDM Adjustment for each service classification. The Revenue Decoupling Adjustment Mechanism Statement will be filed on not less than ten days' notice.

The Company is filing an interim RDM Adjustment, a surcharge, to be applied only to the following service classifications:

- Service Classification 1, Residential; and
- Service Classification 5; Residential

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In accordance with Appendix U, Provision 25 of the Rate Plan and PSC No. 16, General Information Section 14, the interim RDM Adjustment is limited to no more than once per year, and will be recovered over the longer of four months or the end of the rate year. The interim RDM Adjustment filed herein will be in effect through September 2011.

Please direct any questions to Linda Dent at (585) 771-4701 or to me at (607) 762-8710.

Very truly yours,

A handwritten signature in cursive script, appearing to read "Lori A. Cole".

Lori A. Cole
Manager, Regulatory & Tariffs
Rates & Regulatory Economics

Enclosure