P.S.C. Ky. Adoption Notice No. 2001-027

ADOPTION NOTICE

The undersigned PEOPLE'S GAS, INC. of STANVILLE, KENTUCKY hereby adopts, ratifies, and makes its own, in every respect as if the same had been originally filed and posted by it, all tariffs and supplements containing rates, rules, and regulations for furnishing the DISTRIBUTION OF NATURAL GAS to the Phelps Division in the Commonwealth of Kentucky, filed with the Public Service Commission of Kentucky by MIKE LITTLE GAS COMPANY, INC. of MELVIN, KENTUCKY and in effect on the 28th day of April, 2001, the date on which the public service business of the said MIKE LITTLE GAS COMPANY, INC. was taken over by it.

This notice is issued on the 29th DAY OF April, 2001, in conformity with 807 KAR 5:011, Section 11, of the Regulations for the filing of Tariffs of Public Utilities with the Public Service Commission of Kentucky.

People's Gas, Inc.

By R. A. Hage

Authorized by KY P.S.C. Order No. 2001-027

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

AUG 04 2001

PURSUANT TO 807 KAR 5:011,
SECTION 9 (1)
BY: Stephanie Bell
SECRETARY OF THE COMMISSION

P.S.C. Ky. No.....

Cancels P.S.C. Ky. No.....

People's Gas, Inc

OF

Stanville, KY

Rates, Rules and Regulations for Furnishing

Natural Gas

AT

Phelps, KY

Filed with PUBLIC SERVICE COMMISSION OF KENTUCKY

ISSUED August 10, 2001, 19XX.... EFFECTIVE August 1, 2001

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

AUG 01 2001

PURSUANT TO 807 KAR 5:011,
SECTION 9 (1)
BY: Stephanie Bell
SECRETARY OF THE COMMISSION

ISSUED BY People's Gas, INC.
(Name of Utility)

BY Karl McKinney
operations manager

FOR PHELPS

PEOPLES GAS INC.
NAME OF UNITY

P.S.C. KY. NO 2

_____SHEET NO. 1

CANCELLING P.S.C. KY. NO 1

_____SHEET NO 1

RULES AND REGULATIONS

APPLICABLE: ENTIRE TERRITORY SERVED

AVAILABILITY OF SERVICE: DOMESTIC AND COMMERCIAL USE IN APPLICABLE AREAS

RATES: PHELPS

	BASE RATE:	GAS COST RECOVERY RATE	TOTAL
First 1 MCF – Minimum Bill	$4.3971	$13.8682	$18.2653
Over 1 MCF	$2.7670	$13.8682	$16.6352

DATE OF ISSUE June 1, 2006

DATE EFFECTIVE June 1, 2006

ISSUED BY

TITLE Operations Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. 2006-00211 DATED June 1, 2006

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE
6/1/2006
PURSUANT TO 807 KAR 5:011
SECTION 9 (1)

By_____
Executive Director

Form for filing Rate Schedules

FOR PHELPS
Community, Town or City
P.S.C. NO. Original 8.1
SHEET NO.
CANCELLING P.S.C. NO.
SHEET NO.

PEOPLES GAS
Name of Issuing Corporation

CLASSIFICATION OF SERVICE

RATE PER UNIT

DEPOSITS

The Company may require a minimum cash deposit or other guaranty to secure payment of bills except for customers qualifying for service reconnection pursuant to 807 KAR 5:006, Section 15, Winter Hardship Reconnection. Service may be refused or discontinued for failure to pay the requested deposit. Interest, as prescribed by KRS 278.460,[1] will be paid annually either by refund or credit to the customer's bill, except that no refund or credit will be made if the customer's bill is delinquent on the anniversary date of the deposit.

The deposit may be waived upon a customer's showing of satisfactory credit or payment history, and required deposits will be returned after one (1) year if the customer has established a satisfactory payment record for that period. If a deposit has been waived or returned and the customer fails to maintain a satisfactory payment record, a deposit may then be required. The Company may require a deposit in addition to the initial deposit if the customer's classification of service changes or if there is a substantial change in usage. Upon termination of service, the deposit, any principal amounts, and any interest earned and owing will be credited to the final bill with any remainder refunded to the customer.

In determining whether a deposit will be required or waived, the following criteria will be considered:

1. Previous payment history with the Company. If the customer has no previous history with the Company, statements from other utilities, banks, etc. may be presented by the customer as evidence of good credit.
2. Whether the customer has an established income or line of credit.
3. Length of time the customer has resided or been located in the area.
4. Whether the customer owns property in the area.
5. Whether the customer has filed bankruptcy proceedings within the last seven years.
6. Whether another customer with a good payment history is willing to sign as a guarantor for an amount equal to the required deposit.

If a deposit is held longer than 18 months, the deposit will be recalculated at the customer's request based on the customer's actual usage. If the deposit on account differs from the recalculated amount by more than $10.00 for a residential customer or 10 percent for a non-residential customer, the Company may collect any underpayment and shall refund any overpayment by check or credit to the customer. No refund will be made if the customer's bill is delinquent at the time of the recalculation.

[1] Water districts should substitute KRS 74.050 and water associations should substitute KRS 273.392 since these statutes govern the rate of interest to be paid by water districts and associations.

PUBLIC SERVICE COMMISSION OF KENTUCKY
EFFECTIVE
AUG 01 2001
PURSUANT TO 807 KAR 5:011, SECTION 9 (1)
BY: Stephanie Bell
SECRETARY OF THE COMMISSION

DATE OF ISSUE AUGUST 19, 2001
ISSUED BY Rob McCrum
Name of Officer
DATE EFFECTIVE AUGUST 1, 2001
TITLE Operations Manager

Issued by authority of an Order of the Public Service Commission of Kentucky
in Case No. 2001-027 dated Aug. 1 2001

FOR Phelps

P.S.C. KY. NO. 2

Original SHEET NO. 2

Peoples Gas

CANCELLING P.S.C. KY NO. 1

SHEET NO.

RULES AND REGULATIONS

SPECIAL CHARGES

Late Payment Penalty: Bills for service are due on the 15th of each month. A late payment penalty of 10 percent will be assessed on all bills not paid by the due date. When a penalty is assessed, any payment received will first be applied to the bill for services rendered. Additional penalty charges on subsequent bills will not be assessed on unpaid penalty charges.

Deposits: Where actual usage data is available, the deposit shall be calculated using the customer's average bill for the most recent 12 month period. If actual usage data is not available, the deposit shall be based on the average bills of similar customers and premises in the system.

Interest on Deposits: Interest in the amount of 6 percent will be paid annually on customer deposits. If interest is paid or credited to the customer's bill prior to 12 months from date of deposit, the payment or credit shall be on a prorated basis.

Reconnection Charge: A reconnection charge of $45 shall be paid before service is restored following disconnection for nonpayment of bills. The charge will also be assessed to customers who request disconnection of service and subsequently reestablish service at the same premise within 12 months.

Connections: A charge of $45 will be made to install a meter at an existing connection.

Service Charge: A charge of $15 will be made for a unnecessary field service trip that is requested by the customer. This includes rereading a meter that was found to be read correct. The charge will also be made to collect a delinquent bill after a delinquent notice has been sent to the customer. Only one such trip will be made during a billing period.

DATE OF ISSUES August 19, 2001 (MONTH DATE YEAR)

DATE EFFECTIVE August 1, 2001 (MONTH DATE YEAR)

ISSUED BY [signature] (NAME OF OFFICER) Operations Mgr. (TITLE) (ADDRESS)

PUBLIC SERVICE COMMISSION OF KENTUCKY EFFECTIVE AUG 01 2001

PURSUANT TO 807 KAR 5:011, SECTION 9 (1)

BY: Stephanie Bell

SECRETARY OF THE COMMISSION

FOR Phelps

P.S.C. KY. NO. 2

Original SHEET NO. 3

Peoples Gas

CANCELLING P.S.C. KY NO. 1

SHEET NO.

RULES AND REGULATIONS

Monitoring of Customer Usage

The Company will monitor the usage of each customer according to the following procedures.

If the annual usage for two periods are substantially the same or if any difference is known to be attributed to unique circumstances, such as unusual weather conditions common to all customers, no further review will be done.

If the usages differ according to the table below and cannot be attributed to a readily identified common cause, the Company will compare the customer's monthly usage records for the 2 month period with the monthly usage for the same months of the preceding year.

If the cause for the usage deviation cannot be determined from analysis of the customer's meter reading and billing records, the Company will contact the customer telephone or in writing to determine whether there have been changes such as different number of household members or work staff, additional or different appliances, changes in business volume, or known leaks in the customer's service line.

Where the deviation is not otherwise explained, the Company will test the customer's meter to determine whether it shows an average error greater than 2 percent fast or slow.

The Company will notify the customer of the investigation, its findings, and any refund or backbilling in accordance with 807 KAR 5:006, Section 10(4) and (5).

In addition to the routine monitoring, the Company will immediately investigate usage deviations brought to its attention as a result of its on-going meter reading or billing processes or customer inquiry.

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

AUG 01 2001

PURSUANT TO 807 KAR 5:011,
SECTION 9 (1)
BY: Stephanie Bell
SECRETARY OF THE COMMISSION

DATE OF ISSUES August 19, 2001 (MONTH DATE YEAR) DATE EFFECTIVE August 1, 2001 (MONTH DATE YEAR)

ISSUED BY Rod McCrory (NAME OF OFFICER) Operations Mgr. (TITLE) (ADDRESS)

FOR Phelps

P.S.C. KY. NO. 2

Original SHEET NO. 4

Peoples Gas

CANCELLING P.S.C. KY NO. 1

SHEET NO.

RULES AND REGULATIONS

GENERAL RULES AND REGULATIONS

All gas service rendered by the Company will be in accordance with the Rules and Regulations of the Company which have been approved by the Public Service Commission.

Application for Service:

All applications for service shall be made on the Company's standard application or contract form which shall be signed by the Customer, or his duly authorized agent, and accepted by the Company before any service is rendered.

A separate application or contract shall be made for each class of service at each separate location, or in the event two classes of service are necessary at one location to the same customer the Company may require separate applications.

In cases where unusual construction or equipment expense is necessary to furnish service, the Company may require a contract for a minimum period of one year.

Owner's Consent to Occupy:

In case the Customer is not the owner of the premises it shall be the Customer's responsibility to obtain from the property owner the necessary consent to install and maintain all piping and other equipment as are required for supplying gas service to the Customer. However, the utility shall not require a prospective customer to obtain easements on property not owned by either the prospective customer or the customer's landlord.

Access to Premises:

The Company shall have the right of access to the Customer's premises at all reasonable times for the purpose of installing, reading, inspecting, repairing or removing its meters, regulators or other equipment used in connection with its supply of gas service or for the purpose of turning on or shutting off the gas supply when necessary and for all other proper purposes, or for determining any violation of either the rules and regulations of the Company, or other regulatory body or agency relating to the use of natural gas.

PUBLIC SERVICE COMMISSION OF KENTUCKY EFFECTIVE

AUG 07 2001

PURSUANT TO 807 KAR 5:011, SECTION 9(1)

BY: Stephanie Bell
SECRETARY OF THE COMMISSION

DATE OF ISSUES August 19, 2001
MONTH DATE YEAR

DATE EFFECTIVE August 1, 2001
MONTH DATE YEAR

ISSUED BY R L McKinney Operations Mgr.
NAME OF OFFICER TITLE ADDRESS

FOR Phelps

P.S.C. KY. NO. 2

Original SHEET NO. 5

Peoples Gas

CANCELLING P.S.C. KY NO. 1

SHEET NO.

RULES AND REGULATIONS

Company's Equipment and Installation:

The Company shall furnish, install and maintain at its expense the necessary service connection extending from its main to the Customer's nearest curb or property line.

The Company will furnish, install and maintain at its expense the necessary meter, regulator and connections. Whenever practical, in the judgement of the Company, the location will be as near as possible to the supply main and outside of buildings. Suitable site or location for the meter, regulator and connections shall be provided by the Customer, and the title to the equipment shall remain in the Company, with the right to install, operate, maintain and remove same.

Customer's Equipment and Installations:

The Customer shall furnish, install and maintain at his expense the necessary service line extending from the Company's service connection at the curb or property line to the building or place of utilization of the gas.

The installation of the Customer's service line shall be made in accordance with the requirements of the constituted authorities and the Company's specifications covering location, installation, kind and size of pipe, type of pipe coating or wrapping and method of connecting the joints of pipe. The location shall be the point of easiest access to the Company. The Company shall be advised and shall inspect the installation of any and all service lines prior to backfilling.

Metering:

The gas consumed shall be measured by a meter or meters to be installed by the Company upon the Customer's premises. If more than one meter is installed for the same or different classes of service at different locations on the Customer's premises, each meter shall be considered separately n calculating the amount of the bills.

PUBLIC SERVICE COMMISSION OF KENTUCKY EFFECTIVE

AUG 01 2001

PURSUANT TO 807 KAR 5:011, SECTION 9 (1)

BY: Stephanie Bell

SECRETARY OF THE COMMISSION

DATE OF ISSUES August 19,2001 (MONTH DATE YEAR)

DATE EFFECTIVE August 1, 2001 (MONTH DATE YEAR)

ISSUED BY Rod McKinney Operations Mgr.

NAME OF OFFICER TITLE ADDRESS

FOR ~~Phelps~~

P.S.C. KY. NO. 2

Original SHEET NO. 6

Peoples Gas

CANCELLING P.S.C. KY NO. 1

SHEET NO.

RULES AND REGULATIONS

Protection of Company's Property:

All meters piping and other appliances and equipment furnished by and at the expense of the Company, shall remain the property of the Company, and the Customer shall protect such property from loss and damage, and no one who is not an agent of the Company shall be permitted to remove such property or tamper with or damage same.

Exclusive Service:

Except in cases where the Customer has a special contract with the Company for reserve or auxiliary service, no other fuel service shall be used by the Customer on the same installation in conjunction with the Company's service connection, either by means of valves or any other connection.

The Customer shall not resell gas, nor deliver any gas purchased from the Company through any connection with either the Company's facilities or those belonging to the Customer.

Point of Delivery:

The point of delivery of gas supplied shall be at the point where the gas passes from the pipes of the Company's service connection into the Customer's service line or pipe , or at the outlet of the meter, whichever is nearest the delivery main of the Company.

Continuous or Uniform Service:

The Company will endeavor to supply gas continuously and without interruption, however the Company shall not be responsible for damages or otherwise any failure to supply gas or for any interruptions of the supply when such failure is without willful fault or neglect on its part.

PUBLIC SERVICE COMMISSION OF KENTUCKY EFFECTIVE

AUG 01 2001

PURSUANT TO 807 KAR 5:011, SECTION 9 (1)

BY: Stephanie Bell

SECRETARY OF THE COMMISSION

DATE OF ISSUES August 19, 2001 (MONTH DATE YEAR)

DATE EFFECTIVE August 1, 2001 (MONTH DATE YEAR)

ISSUED BY [signature] (NAME OF OFFICER) Operations Mgr. (TITLE) (ADDRESS)

FOR Phelps

P.S.C. KY. NO. 2

Original SHEET NO. 7

Peoples Gas

CANCELLING P.S.C. KY NO. 1

SHEET NO.

RULES AND REGULATIONS

The Company cannot and does not guarantee either a sufficient supply or an adequate or uniform pressure of the gas supplied, except as mandated by the Public Service Commission, and shall not be liable for any damage or loss resulting from inadequate or interrupted supply or from any pressure variations when such conditions are not due to willful fault or neglect on its part.

Monthly Bills:

Bills for gas service are rendered monthly unless otherwise specified. The term month for billing purposes shall mean the period between any two consecutive readings of the meter by the Company, such readings to be taken as near as possible every 30 days.

Bills are due upon rendition and shall be due and payable within a period not exceeding ten days from receipt.

Service shall be subject to disconnection if bills are not paid in full within days of the mailing of the original bill. The Customer will be sent a delinquent notice not less than 10 days prior to termination. The notice will set out information, including name and telephone number of federal and state programs that will offer assistance in paying of utility bills under certain conditions.

If the Company is unable to read a meter due to the weather or other conditions the Customer will receive an estimated bill. The bill will be clearly marked as estimated.

Measurement Base:

The rates of the Company are based upon gas delivered on a basis of four (4) ounces per square inch above an assumed atmospheric pressure of fourteen and four tenths (14.4) pounds per square inch, or fourteen and sixty-five hundredths (14.65) pounds per square inch absolute pressure, at an assumed temperature of sixty (60) degrees Fahrenheit.

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

AUG 01 2001

PURSUANT TO 807 KAR 5:011,
SECTION 9 (1)
BY: Stephanie Bell
SECRETARY OF THE COMMISSION

DATE OF ISSUES August 19, 2001 (MONTH DATE YEAR)

DATE EFFECTIVE August 1, 2001 (MONTH DATE YEAR)

ISSUED BY R. L. McCurry (NAME OF OFFICER) Gen. Mgr. (TITLE) (ADDRESS)

FOR Phelps

P.S.C. KY. NO. 2

Original SHEET NO. 8

Peoples Gas

CANCELLING P.S.C. KY NO. 1

SHEET NO.

RULES AND REGULATIONS

All gas measured at pressures higher than the standard pressure for low pressure distribution systems shall be corrected to a pressure base of fourteen and sixty-five hundredths (14.65) pounds per square inch absolute.

Character of Service:

The Company will normally supply natural gas having a heating value of approximately one thousand (1,000) Btu per cubic foot and a specific gravity of approximately six tenths (0.6), however, when necessary to supplement the supply of natural gas, the Company reserves the right, at its discretion to supply an interchangeable mixture of vaporized liquified petroleum gas and air, or a combination of same with natural gas.

Assignment of Contract:

The benefits and obligations of any service application or contract shall begin when the Company commences to supply gas service and shall inure to and be binding upon the successors and assigns, survivors and executors or administrators, as the case may be, of the original parties thereto, respectively, for the full term thereof, provided, however, that no application, agreement or contract for service may be assigned or transferred without the written consent or approval of the Company.

When the gas supply has been discontinued or disconnected for non-payment of bills or other violation of the Company's tariffed rules and regulations, the service will not be restored at the same location, or connected at another location, for the same customer under a different contact or name when it is evident the change of name is a subterfuge designed to defraud or penalize the Company.

Renewal of Contract:

If, upon the expiration of any service contract for a specified term, the Customer continues to use the service, the contract (unless otherwise provided therein) will be automatically renewed and extended for successive periods of one year each, subject to termination at the end of any year upon thirty days written notice by either Party.

PUBLIC SERVICE COMMISSION OF KENTUCKY EFFECTIVE

AUG 01 2001

PURSUANT TO 807 KAR 5:011, SECTION 9 (1)

BY: [signature]

SECRETARY OF THE COMMISSION

DATE OF ISSUES August 19, 2001 (MONTH DATE YEAR)

DATE EFFECTIVE August 1, 2001 (MONTH DATE YEAR)

ISSUED BY [signature] (NAME OF OFFICER) Op. Mgr. (TITLE) (ADDRESS)

FOR Phelps

P.S.C. KY. NO. 2

Original SHEET NO. 9

Peoples Gas

CANCELLING P.S.C. KY NO. 1

SHEET NO.

RULES AND REGULATIONS

Customer's Discontinuance of Service:

Any customer desiring service discontinued or changed from one location to another, shall give the Company three (3) days advance notice in person, by phone or in writing, provided such notice does not violate contractual obligations.

The Customer shall be held responsible for all gas consumed until such notice is received by the Company and three (3) days time allowed to read the meter and render final bill.

Company's Discontinuance of Service For Cause:

The Company has the right to discontinue service to a Customer for violation of its tariffed rules and regulations or for non-payment of bills, however, service shall not be discontinued until the Company has diligently tried to induce the Customer to comply with its tariffed rules and regulations, or has diligently attempted to induce the Customer to pay the bills. After such efforts on the part of the Company, the service may be discontinued only after at least ten days (10) written notice of such invention shall have been given to the Customer by the Company.

Where a dangerous condition is found to exist on the Customer's premises, the service may be discontinued without notice.

Where necessary for construction, maintenance or operation purposes, the Company may temporarily discontinue service to a Customer, however, notice shall be given whenever practical to do so.

The Company may discontinue service to a Customer immediately and without notice where it is discovered that the Customer has been or is using gas without same being partially or wholly measured through the meter or where the gas is, or has been, used fraudently, or where the Company's equipment has been tampered with. Where the service has been discontinued for any of these reasons, the Company, by written notice to the Customer, may require the Customer, at his expense to make proper changes or corrections as required by the Company before service is restored.

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

AUG 01 2001

PURSUANT TO 807 KAR 5:011,
SECTION 9 (1)
BY: Stephanie Bell
SECRETARY OF THE COMMISSION

DATE OF ISSUES August 19, 2001
MONTH DATE YEAR

DATE EFFECTIVE August 1, 2001
MONTH

ISSUED BY Rod McChesney
NAME OF OFFICER

Pres. Mgr.
TITLE

ADDRESS

FOR Phelps

P.S.C. KY. NO. 2

Original SHEET NO. 10

Peoples Gas

CANCELLING P.S.C. KY NO. 1

SHEET NO.

RULES AND REGULATIONS

Refusal on the part of the Customer to provide reasonable access to the premises for the purposes of reading meters, inspection, maintenance and operation shall also be deemed to be sufficient cause for the Company to discontinue the service. For any discontinuance, the Customer shall be given notice of their right to appeal the decision.

Refusal of Service:

The Company will not render service to any Customer unless the Customer's service line, housepiping, appliances and equipment are properly installed and in safe operating condition, or where the Customer continually fails to comply with the Company's tariffed rules and regulations.

The Company will not furnish service to any applicant who owes the Company any past due bill or a delinquent account for service furnished either at the same or other location, until such indebtedness shall have been paid in full.

The Company reserves the right to refuse or to defer full service to an applicant where the existing mains are inadequate to serve the applicant's requirements without adversely affecting the service to Customers already connected and being served.

Notice of Escaping Gas or Unsafe Conditions:

Immediate notice must be given by the Customer to the office or employees of the Company if any escaping gas or unsafe conditions are detected or any defects or improper installations are discovered in the piping and equipment of either the Company or the Customer which are on the Customer's premises.

No flames or lights are to be taken near any escape of gas and the gas must be shut-off at the meter cock or valve until the hazard is eliminated and the gas service is not to be turned on again except by a Company employee.

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

AUG 01 2001

PURSUANT TO 807 KAR 5:011,
SECTION 9 (1)
BY: Stephanie Bell
SECRETARY OF THE COMMISSION

DATE OF ISSUES August 19,2001 DATE EFFECTIVE August 1, 2001
MONTH DATE YEAR

ISSUED BY Rod McCarney G. Mas
NAME OF OFFICER TITLE ADDRESS

FOR Phelps

P.S.C. KY. NO. 2

Original SHEET NO. 11

Peoples Gas

CANCELLING P.S.C. KY NO. 1

SHEET NO.

RULES AND REGULATIONS

The Company will not be responsible or assume any liability for any injury, loss or damage which may arise from the carelessness or negligence of the Customer or his agents or representatives.

Turning Off Gas Service and Restoring Same:

The gas service may be turned off at the meter when justified by the Customer or his agent or any constituted authorities but no person, unless in the employ of the gas Company or having permission from the gas Company, shall turn the gas on or restore service.

Special Provisions - Large Volume Customers:

Industrial, Commercial or other Customers using large volumes of gas on a varying basis shall install and maintain at their expense adequate piping and suitable regulating and control equipment to provide reasonable and practical limitation of intermittence or fluctuation in the pressure, volume or flow of gas, and shall so regulate and control their operations and the use of gas hereunder so as not to interfere with gas service being furnished to them or to any other Customers, or with the proper and accurate metering of gas at their or any other location.

Special Rules For Customers Service From Transmission Mains:

In addition to the Standard Rules and Regulations, the following special Rules and Regulations shall apply to all Customers served directly from a high pressure transmission main which is the property of the Company or one of its suppliers:

All service connections to a high pressure transmission line shall be subject to the special requirements, consent and approval of the Owner of said line. In case the connection is to a line not the property of the Company, proper approval must be obtained from both the Owner and the Company.

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

AUG 01 2001

PURSUANT TO 807 KAR 5:011, SECTION 9 (1)
BY: Stephanie Bell
SECRETARY OF THE COMMISSION

DATE OF ISSUES August 19,2001 (MONTH DATE YEAR) DATE EFFECTIVE August (MONTH)

ISSUED BY Rod McNurney (NAME OF OFFICER) Gen. Mgr. (TITLE) (ADDRESS)

FOR Phelps

P.S.C. KY. NO. 2

Original SHEET NO. 12

Peoples Gas

CANCELLING P.S.C. KY NO. 1

SHEET NO.

RULES AND REGULATIONS

A special form application and service contract or agreement shall be executed by the Customer and approved and accepted by both the Owner of the transmission line and the Company prior to the time the tap or connection is made. If the transmission line is owned by the Company only, the approval and acceptance of the Company is necessary.

All meters, regulators, equipment and connections necessary to serve the Customer from a high pressure transmission line shall be installed on the Customer's premises at or as near the transmission line as is practical.

Suitable site or location for the equipment owned by the Company or the owner of the line shall be provided and furnished by the Customer without any expense to the Company or Owner of the line. The Company or Owner of the line shall have the right of ingress, egress and regress to and from this location at any time without any expense or charges from the Customer.

The Customer's service line extending from the outlet of the meter shall be installed and maintained by the Customer at his expense.

The Customer shall notify the Company promptly of any leaks in the transmission line or equipment, also, of any hazards or damages to same.

Customers may be required to send in monthly readings to the Company on suitable forms provided by the Company.

Service to mobile homes. An applicant requesting service to a trailer may be required to pay all costs of connecting service incidental to the installation of service except for the meter and regulator. In addition to this, a deposit of 2/12 estimated annual bill is required to secure payment. All fees to be paid in advance. If service is provided 12 months at the same location, any installation fees in excess of the deposit will be refunded.

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

AUG 01 2001

PURSUANT TO 807 KAR 5:011,
SECTION 9 (1)
BY: Stephanie Bell
SECRETARY OF THE COMMISSION

DATE OF ISSUES August 19, 2001
MONTH DATE YEAR

DATE EFFECTIVE August 1, 2001

ISSUED BY Rat McCurry Op. Mgr.
NAME OF OFFICER TITLE ADDRESS

FOR Phelps

P.S.C. KY. NO. 2

Original SHEET NO. 13

Peoples Gas

CANCELLING P.S.C. KY NO. 1

SHEET NO.

RULES AND REGULATIONS

Curtailment Order:

In case of impairment of gas supply or partial or total interruption and when it appears the Company is, or will be, unable to supply, at any time, the requirements of all its Customers due to any cause whatsoever the curtailment shall be as follows:

1. Industrial and Commercial Customers, except schools.
2. Schools
3. Residential Customers

Distribution Main Extensions:

All extensions of the Company's system to serve new Customers or to increase service to an existing Customer shall be made under the Rules and Regulations of the Public Service Commission governing such extensions.

Budget Billing

The purpose of this plan is to permit any customer, on an optional basis, the opportunity to equalize payments of natural gas bills rendered during the year.

This plan is available to any customer after satisfying the following conditions:

1. A budget customer shall make application and sign payment agreement acknowledging monthly budget payment amount and average usage.

   a. The average usage shall be determined by dividing the twelve (12) months usage ending June by 10. The average usage shall be billed at current rates. This shall be the monthly Budget payment. This amount shall be first billed on or about September 1, of each year.

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

AUG 01 2001

PURSUANT TO 807 KAR 5:011,
SECTION 9 (1)
BY: Stephanie Bell
SECRETARY OF THE COMMISSION

DATE OF ISSUES August 19,2001
MONTH DATE YEAR

DATE EFFECTIVE August 1, 2001

ISSUED BY Pat McGhee Op. Mgr.
NAME OF OFFICER TITLE ADDRESS

FOR Phelps

P.S.C. KY. NO. 2

Original SHEET NO. 14

Peoples Gas

CANCELLING P.S.C. KY NO. 1

SHEET NO.

RULES AND REGULATIONS

The monthly Budget payment of customers joining the plan after September 1 will be determined by dividing the estimated use during the succeeding 6 months by 7, based on past experience if available.

b. The monthly budget payment will be adjusted by the amount of any wholesale rate change made after the first application. the adjustment will be determined by multiplying the average use times the change in the wholesale rate. this amount shall be added to the monthly Budget payment.

c. The billings in the months of July and August shall be "catch up" months during which any balance or overpayment will be adjusted so that the carry over to the September billing is Zero.

2. A budget customer shall be a twelve (12) month customer.

3. Any customer in arrears shall not be eligible for this budget plan until all past due accounts are paid in full.

4. Any customer failing to make all of his budget payment each month shall be subject to cancellation of his budget payment plan with the full amount of any unpaid balance due immediately. Any subsequent billing will be on a regular customer basis.

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

AUG 01 2001

PURSUANT TO 807 KAR 5:011,
SECTION 9 (1)
BY: Stephanie Bell
SECRETARY OF THE COMMISSION

DATE OF ISSUES August 19,2001 DATE EFFECTIVE August 1, 2001
MONTH DATE YEAR

ISSUED BY Rod McCloy Gr. Mgr.
NAME OF OFFICER TITLE ADDRESS

For Phelps

P.S.C. KY NO. 1

~~original~~ SHEET NO. 15

CANCELLING P.S.C. KY. NO. _____

_____ SHEET NO. _____

Peoples Gas
Name of Issuing Corporation

RULES AND REGULATIONS

PURCHASED GAS COST ADJUSTMENT CLAUSE

Determination of GCRR

The Company shall file a quarterly report with the Commission which shall contain an updated Gas Cost Recovery Rate (GCRR), as calculated in accordance with the provisions set forth in the Definitions Section hereinafter, and which shall be filed at least 30 days prior to the beginning of each calendar quarter. The GCRR shall become effective for billing for service rendered on or after the first day of each calendar quarter.

Billing

Gas Cost Recovery Rate to be applied to bills of customers shall equal the of the following components:

GCRR = EGCA + ACA + RA.

The GCRR will be added to or subtracted from the base rates prescribed by the Commission Order on the Company's latest general rate case and will be included in the tariff rates stated on each applicable rate sheet within this tariff.

Definitions

For purposes of this tariff:

a. The "Gas Cost Recovery Rate" (GCRR) represents the adjustment calculated quarterly at a time 30 days prior to the beginning of the next calendar quarter and which is to be used for all gas sales during the next calendar quarter. It is the sum of the Expected Gas Cost Component plus the Actual Cost Adjustment plus the Supplier Refund Adjustment as defined and calculated as follows in (b) - (e) hereinafter; i.e., GCRR = EGCA + ACA + RA.

b. The "Expected Gas Cost Component" (EGCA), on a dollar-per-Mcf basis, represents the average expected cost of purchased gas for

PUBLIC SERVICE COMMISSION OF KENTUCKY EFFECTIVE AUG 01 2001 PURSUANT TO 807 KAR 5:011, SECTION 9 (1) BY: Stephen O. Bell SECRETARY OF THE COMMISSION

DATE OF ~~ISSUE~~ August 19, 2001 DATE EFFECTIVE August 1, 2001

ISSUED BY Kal McKay
NAME OF OFFICER

For Phelps

P.S.C. KY NO. 1

original SHEET NO. 16

CANCELLING P.S.C. KY. NO. _____

_____ SHEET NO. _____

Peoples Gas
Name of Issuing Corporation

RULES AND REGULATIONS

PURCHASED GAS COST ADJUSTMENT CLAUSE
(Continued)

the next calendar quarter based on 12 months of actual usage. The average expected cost is the cost of purchased gas which results from the application of supplier rates currently in effect, or reasonably expected to be in effect during the calendar quarter, on purchased volumes for the most recently available 12-month period, divided by the corresponding sales volume. In the event that line loss exceeds 5 percent, purchased volumes for the 12-month period shall be calculated as: sales volumes ÷ .95. Where the calculations require the use of volumes used during a given period, and those volumes did not exist for a particular source for the entire period, or the Company expects the volumes to change substantially, the Company may make appropriate adjustments to its calculations. Any adjustment of this type shall be described in the quarterly Gas Cost Recovery Rate application.

c. The "Actual Cost Adjustment" (ACA) on a dollar-per-Mcf basis compensates for differences between previous quarters' expected gas cost and the actual cost of gas. The ACA shall equal the sum of the ACA for the reporting period and for the 3 preceding calendar quarters. This may also be used to compensate for any over- or under-recoveries remaining from previous actual or refund adjustments after a 12-month period.

d. The "Supplier Refund Adjustment" (RA) on a dollar-per-Mcf basis reflects the refunds received from suppliers during the reporting period, plus interest at a rate equal to one-half of one percent below the average 90-day Commercial Paper Rate for the 12-month period. In the event of any large or unusual refunds, the Company may apply to the Public Service Commission for the right to depart from the refund procedure herein set forth.

e. "Calendar Quarter(s)" means each of the four 3-month periods of (1) May, June and July; (2) August, September and October; (3) November, December and January; (4) February, March and April.

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE
AUG 01 2001
PURSUANT TO 807 KAR 5:011,
SECTION 9 (1)
BY: Stephanie Bell
SECRETARY OF THE COMMISSION

DATE OF ISSUE August 19, 2001 DATE EFFECTIVE August 1, 2001

ISSUED BY Rod McCurry Op. Mgr.
NAME OF OFFICER

For Phelps

P.S.C. KY NO. 1

original SHEET NO. 14

Peoples Gas
Name of Issuing Corporation

CANCELLING P.S.C. KY. NO. _____

_____ SHEET NO. _____

RULES AND REGULATIONS

PURCHASED GAS COST ADJUSTMENT CLAUSE
(Continued)

f. "Reporting Period" means the 3-month accounting period that ended approximately 60 days prior to the filing date of the updated GCRR for the calendar quarters ended January 31, April 30, July 31 and October 31 of each year.

g. "Next Calendar Quarter" means the calendar quarter beginning approximately 30 days from the required filing date of the updated GCRR.

Interim Gas Cost Adjustments

Should any significant change in supplier rate occur, the Company may apply to the Public Service Commission for an interim purchased gas cost adjustment in addition to the regular quarterly Purchased Gas Cost Adjustment Clause filings.

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

AUG 01 2001

PURSUANT TO 807 KAR 5:011,
SECTION 9 (1)
BY: Stephanie Bell
SECRETARY OF THE COMMISSION

DATE OF ISSUE August 19, 2001 DATE EFFECTIVE August 1, 2001

ISSUED BY Rod McKinney TITLE Operations Mng
NAME OF OFFICER

Budget Billing Plan

Customer Application and Agreement

To: _____
Company Name

The undersigned _____ hereby makes
Customers name
application for the budget billing plan beginning September 1 _____
and continuing through August _____and annually thereafter
unless canceled by either party.

My usage for the past year divided by 10 was _____MCF per month and at present rates the Budget payment amount would be$_____.

I agree to pay this amount each month for the next year with adjustments in July and August to render a balance due at September next year of Zero dollars.

I understand that failure to make these monthly payments, this agreement will be canceled and I will revert to regular customer status.

I further understand that the budget payment may be adjusted if the wholesale cost of gas is increased.

Dated this _____ day of _____, ___.

Accepted_____

_____
Customers name

_____
address

_____
Account number

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

AUG 01 2001

PURSUANT TO 807 KAR 5:011,
SECTION 9 (1)
BY: Stephanie Bell
SECRETARY OF THE COMMISSION

FOR Phelps
Community, Town or City

P.S.C. KY. NO. 2

original SHEET NO. 19

Peoples Gas
(Name of Utility)

CANCELLING P.S.C. KY. NO.

SHEET NO.

RULES AND REGULATIONS

PEOPLES GAS, INC.
P. O. Box 245 - Stanville, KY 41659
(606) 886-5304

SERVICE TO

SERVICE	PREVIOUS READING	PRESENT READING	CONSUMPTION	AMOUNT

12795

BOOK	ACCOUNT	FROM	TO

GROSS DUE AMT | GROSS AMOUNT | NET AMOUNT

BOOK	ACCOUNT	DUE DATE

GROSS AMOUNT	NET AMOUNT

RETURN THIS STUB WITH PAYMENT

DATE OF ISSUE August 19,2001
Month / Date / Year

DATE EFFECTIVE August 1,2001
Month / Date / Year

ISSUED BY Rod McKinney
(Signature of Officer)

TITLE Operations Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. 2001-027 DATED 8/1/01

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

AUG 01 2001

PURSUANT TO 807 KAR 5:011,
SECTION 9 (1)
BY: Stephanie Bell
SECRETARY OF THE COMMISSION

FOR Phelps
Community, Town or City

P.S.C. KY. NO. 2

original SHEET NO. 20

Peoples Gas
(Name of Utility)

CANCELLING P.S.C. KY. NO.

SHEET NO.

RULES AND REGULATIONS

TO INSURE PROPER CREDIT
PLEASE RETURN THIS STUB
WITH PAYMENT TO:

PEOPLES GAS, INC.
P.O. BOX 245
STANVILLE, KY 41659

SERVICE CODES

NGS1 - Residential Service
NGS2 - Commercial Service

Bills are due and payable upon receipt of the bill and become past due on the 15th of the month at which time a 10% late fee will be assessed. If not paid in full by 4:30 P.M. on the 15th of the following month, an additional 10% late fee plus a $25.00 penalty will be assessed and service will be discontinued. There is a $150.00 fine charged if locks on meters are cut.

DATE OF ISSUE August 19,2001
Month / Date / Year

DATE EFFECTIVE August 1, 2001
Month / Date / Year

ISSUED BY Rob McCurry
(Signature of Officer)

TITLE Operations Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. 2001-027 DATED 8/1/01

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

AUG 01 2001

PURSUANT TO 807 KAR 5:011,
SECTION 9 (1)
BY: Stephanie Bell
SECRETARY OF THE COMMISSION