PEOPLES GAS INC.

NAME OF UNITY

FOR PHELPS

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

| J | BASE RATE: | GAS COST <u>RECOVERY RATE</u> | TOTAL |
|----------------------------|------------|----------------------------------|-----------|
| First 1 MCF – Minimum Bill | \$4.3971 | \$8.9845 | \$13.3816 |
| Over 1 MCF | \$2.7670 | \$8.9845 | \$11.7515 |

DATE OF ISSUE October 14, 2009

DATE EFFECTIVE November 1, 2009

ISSUED BY -TITLE Operations Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION IN CASE NO. 2009-00390 DATED October 14, 2009

02/1/10

PUBLIC SERVICE COMMISSION OF KENTUCKY EFFECTIVE 11/1/2009 PURSUANT TO 807 KAR 5:011 SECTION 9 (1) cutive Director