FOR PHELPS PEOPLES GAS INC. P.S.C. KY. NO 2 NAME OF UNITY 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 **GAS COST** BASE RATE: RECOVERY RATE TOTAL First 1 MCF — Minimum Bill \$4.3971 \$5.8860 \$10.2831

\$5.8860

DATE OF ISSUE July 26, 2007

Over 1 MCF

DATE EFFECTIVE August 1, 2007

ISSUED BY

TITLE

Operations Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION IN CASE NO. 2007-00304 DATED July 26, 2007

\$2,7670

PUBLIC SERVICE COMMISSION OF KENTUCKY **EFFECTIVE**

\$ 8.6530

8/1/2007 **PURSUANT TO 807 KAR 5:011** SECTION 9 (1)

Executive Director

FOR PHELPS PEOPLES GAS INC. P.S.C. KY. NO 2 NAME OF UNITY 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 GAS COST** BASE RATE: RECOVERY RATE TOTAL First 1 MCF – Minimum Bill \$4.3971 \$10.4968 \$14.8939 Over 1 MCF \$2.7670 \$10.4968 \$13.2638 CANCELLED DATE OF ISSUE October 1, 2006 DATE EFFECTIVE October 1, 2006

ISSUED BY

TITLE Operations Manager

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION IN CASE NO. 2006-00423 DATED September 28, 2006

PUBLIC SERVICE COMMISSION OF KENTUCKY

EFFECTIVE 10/1/2006

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

Executive Director