

The Peoples Gas Light and Coke Company**SCHEDULE OF RATES FOR GAS SERVICE**

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Service Classification No. 1**Small Residential Service**

The following rates are available to any customer who takes service through a single meter for one or two dwelling units only. Gas service is not available hereunder for use in alternation with or as standby or supplement to other sources of energy.

"Sales Customers" are customers who take service solely under this Service Classification. "Transportation Customers" are customers who take service under this Service Classification and under Rider CFY.

Rates

The rates for service hereunder shall consist of a Customer Charge, a Distribution Charge and a Gas Charge. The sum of the Customer Charge and the Distribution Charge represents the charges for delivery service from the Company.

| | <u>Sales Customers</u> | <u>Transportation Customers</u> |
|--|----------------------------|-------------------------------------|
|--|----------------------------|-------------------------------------|

*** Customer Charge**

The monthly Customer Charge shall be as follows:

| | |
|---------|---------|
| \$19.50 | \$18.00 |
|---------|---------|

*** Distribution Charge**

The Distribution Charge shall be a per therm charge for all gas delivered in any month as follows:

| <u>Therms Taken in any Month</u> | <u>Sales & Transportation Customers</u> |
|--------------------------------------|---|
| For the first 50 therms | 33.372 cents |
| For all over 50 therms | 12.360 cents |

Gas Charge

The Gas Charge shall be, for all gas delivered, an amount per therm determined under Rider 2 of this rate schedule.

Subject to adjustments under riders applicable to this service classification.

Late Payment Charge

A charge for late payment shall be determined under the Late Payment Charge provision in the Terms and Conditions of Service of this rate schedule.

Date Issued: JANUARY 25, 2010

Date Effective: JANUARY 28, 2010

Asterisk (*) indicates change.

Issued by James F. Schott, Vice President
130 East Randolph Drive, Chicago, Illinois 60601

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Entered January 21, 2010 in Docket No. 09-0167

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Terms of Service

The Company's obligation shall commence when it begins to supply service hereunder and shall continue, subject to the provisions of its Terms and Conditions of Service, until it discontinues service pursuant to this rate schedule or notice from the customer no less than 10 days prior to the requested discontinuance date. The customer's obligation to pay for gas and services rendered hereunder shall begin when the Company begins to supply service and shall continue until payment in full of all amounts due hereunder shall have been made for service rendered through the discontinuance date.

General

Subject to the Terms and Conditions of Service and Riders to Schedule of Rates for Gas Service that are applicable to this service classification.

Date Issued: FEBRUARY 8, 2008

Date Effective: FEBRUARY 14, 2008

**Issued by James F. Schott, Vice President
130 East Randolph Drive, Chicago, Illinois 60601**

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