

The Peoples Gas Light and Coke Company

SCHEDULE OF RATES FOR GAS SERVICE

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Service Classification No. 8

Compressed Natural Gas Service

The following rates are available to any customer for gas to be used only as compressed natural gas to fuel a vehicle and who shall agree during the term of a written contract with the Company: (1) to exclusively use gas delivered hereunder in the equipment specified in its contract, and (2) not to voluntarily discontinue and renew service under this service classification within a consecutive twelve-month period.

* "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, FST, SST or SST-T.

* **Rates**

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

* **Customer Charge**

The monthly Customer Charge shall be \$69.00.

* **Distribution Charge**

The Distribution Charge shall be 8.754 cents per therm for all gas delivered in any month.

* **Storage Charge**

For Sales Customers, the Storage Charge shall be the Storage Service Charge, an amount, as determined under Rider SSC of this rate schedule, per therm of all gas delivered. For Transportation Customers, the Storage Charge shall be the Storage Banking Charge, an amount, as determined under Rider SSC of this rate schedule, per therm of storage capacity.

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.

Contract with the Customer

The initial term of the contract shall be for an initial term ending the first April 30 after service commences and after the initial term shall automatically renew for one-year periods upon expiration of the initial term and each one-year extension. The Company or the customer shall have the right to terminate service under the contract at the end of any contract year on 30 days written notice.

The Company and the customer may agree in the contract for the Company to install compression facilities on the customer's premises, and the contract shall provide for the Company's recovery of such facilities' cost through a monthly charge.

Date Issued: JANUARY 17, 2012

Date Effective: JANUARY 21, 2012

Asterisk (*) indicates change.

Issued by James F. Schott, Vice President
130 East Randolph Drive, Chicago, Illinois 60601
Filed Pursuant to Order of Illinois Commerce Commission
Entered January 10, 2012 in Docket No.11-0281

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Service Classification No. 8

Compressed Natural Gas Service

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 terminated under the terms of the contract or this rate schedule. The customer's obligation to pay for gas and services rendered hereunder shall begin when the Company begins to supply service and continue until payment in full of all amounts due hereunder shall have been made.

If the customer shall fail to comply with or perform any of the conditions or obligations hereunder, the Company may cut off gas supply on ten days' notice unless the customer cures such failure during this ten-day period. The gas supply cutoff for any such cause shall not release the customer from the obligation to make payment of any amounts due or to become due under the terms of the contract hereunder.

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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