

**RATE RDGSS – RESIDENTIAL DISTRIBUTED
GENERATION SALES SERVICE**

APPLICABILITY

Throughout the territory served under this Tariff.

AVAILABILITY

Available, at one location, for the total requirements of any residential customer who operates distributed generation equipment such as reciprocating engines, gas turbines, and fuel cells used for electrical power generation for the customer's own use. The Customer must demonstrate to the Company's satisfaction that qualifying gas burning electric generation equipment has been installed. Provided, that the Company's facilities are adequate to provide the requested service.

RATE

The customers under this rate schedule shall be subject to a monthly customer charge, a natural gas supply charge and a distribution charge.

The rate information is detailed in the Rate Summary pages of this tariff.

If a customer transfers to this rate from Rate RDS-Residential Distribution Service or Rate RDGDS-Residential Distributed Generation Distribution Service, then for a period of twelve months, the rate shall be adjusted to exclude the amount per thm equal to the "E" Factor for the twelve months ended September 30 included in the then applicable Purchased Gas Commodity Rate. (C)

The distribution charge may be flexed in accordance with the Flexible Rate Provisions set forth in the Rules and Regulations of this Tariff and for the purposes of the rate schedule the term alternate fuel shall include electricity.

The PGCC and Capacity Assignment Credit (aka the Price-to-Compare) will be increased by 1.52% to reflect the unbundling of uncollectibles related to gas costs.

(C) Indicates Change

**RATE RDGSS – RESIDENTIAL DISTRIBUTED
GENERATION SALES SERVICE (Continued)**

MINIMUM MONTHLY CHARGE

Where the Company incurs additional costs to establish service under this rate schedule, a minimum monthly charge may be determined individually for each customer served under this rate schedule and the amount shall be included in the customer's service agreement. The service agreement will be for a term of not less than three (3) years, unless mutually agreed to between the Company and the customer. The minimum charge will be based on the actual additional costs to the Company, if applicable, to serve a generation customer. The payment of such minimum charge does not relieve the customer from any minimum charge obligation applicable to service received by the customer under any of the Company's other rate schedules.

STATE TAX ADJUSTMENT SURCHARGE

The charges described in this rate schedule are subject to a State Tax Adjustment Surcharge as set forth in this tariff.

PURCHASED GAS COST RIDER

The distribution and commodity charges include recovery of purchased gas costs pursuant to the Purchased Gas Cost Rider of this tariff.

UNIVERSAL SERVICE PLAN AND CUSTOMER CHOICE COSTS

The distribution charge is subject to Rider USP costs and Rider CC costs as specified within Rider USP and Rider Customer Choice in this tariff.

(C)

TERMS OF PAYMENT

Bills for sales service will be rendered monthly and are due and payable upon presentation. All bills shall be paid on or before the final date of payment shown on the bill, which date shall be not less than twenty (20) days after presentation (date of postmark). If the customer fails to pay the full amount of any bill a delayed payment penalty charge of one and one-quarter percent (1 1/4%) per month will accrue on the portion of the bill that is unpaid on the due date.

(C) Indicates Change

**RATE RDGSS –RESIDENTIAL DISTRIBUTED
GENERATION SALES SERVICE (Continued)**

SPECIAL PROVISIONS

1. If service under this rate schedule is discontinued at the request of the Customer, the Company shall be under no obligation to reconnect service to the same Customer on the same premises until the Customer pays the monthly customer charge for each month of the intervening period, but not to exceed twelve (12) months and any amount due to the Company under a service agreement.

2. Where a customer has installed a gas light(s) in lighting devices approved by the Company, and the gas used by such light(s) is unmetered, the gas consumed by such light(s) shall be assumed to be twenty-one (21) thms per month when the Btu/hr input rating for such light(s) is 2,700 or less. For each additional 1,350 Btu/hr or fraction thereof, the assumed consumption shall be increased by eleven (11) thms per month. Such assumed consumption shall be billed under the rates contained herein, or if in combination with metered usage under this rate schedule, shall be added to the customer's metered usage and the total billed under the rates contained herein. (C)

RULES AND REGULATIONS

The Rules and Regulations Governing the Distribution and Sale of Gas of this Tariff, which are not inconsistent with the provisions of this rate schedule, shall govern, where applicable, the supply of gas service under this rate schedule.

(C) Indicates Change