Effective: October 23, 2006

GAS RATE NO. S1

VARIABLE-RATE GAS SUPPLY SERVICE

APPLICABILITY:

This rate schedule applies to all gas supplied in a month or any portion thereof and delivered under Gas Rate Nos. D1, D2, D3, D4, D5, D6 and D7 unless an eligible End-Use Customer has contracted with a 3rd Party Supplier for gas supply service.

SPECIAL PROVISIONS:

Incorporated herein, and made part of this Gas Rate No. S1, are the Terms and Conditions for Gas Service, as amended from time to time. Capitalized terms used in this rate schedule are defined in the Terms and Conditions for Gas Service.

GAS SUPPLY CHARGE:

The currently applicable charge for all gas supplied under this Gas Rate No. S1 is identified on Rider A. The Gas Supply Charge is subject to change on a monthly basis.

3rd PARTY SUPPLIER:

Eligible End-Use Customers may select a 3rd Party Supplier to provide gas supply instead of the Utility. Such selections shall be governed by the Utility's requirements as described in the Terms and Conditions for Gas Service.