Revision: 3 Amendment: 1002 Sheet G-28 Schedule CDS-1

Contracted Distribution Service

AVAILABILITY

To commercial and industrial customers for general use, including space heating, whose meet the following requirements.

- R 1. Who are currently served or would otherwise qualify for service under the Company's distribution Rate Schedules GSD-3, IGD-1, SP-1, SUDS-1; and
 - 2. Have economic alternate fuel capabilities; and
 - 3. Who have negotiated unique distribution service customer charges and/or distribution charges. The negotiated rate will be a compensatory and have a minimum level that will recover the appropriate contract term incremental costs. The negotiated rate will have a ceiling no higher than the imbedded costs. The contract term incremental costs will be defined as the extra, or additional, costs of serving the additional volume of gas reflecting the duration of the proposed term of the contract. (A copy of the contract will be confidentially filed with the Public Service Commission of Wisconsin.)

The customer will be removed from this rate schedule at the termination of the contract or if the customer no longer qualifies for service under this rate schedule.

This rate schedule applies to gas distributed to one customer at one location through one meter. For those customers where, at the Company's sole discretion, two or more meters are required for service, all such meters will be combined and the total service charge will be the same as though one meter was installed.

APPLICABILITY AND CHARACTER OF SERVICE

The Company will provide distribution service for the delivery of gas supply through the Company's facilities to eligible customers.

Customer will contract with the Company for service under this rate schedule and will be bound by the terms and conditions as specified therein.

RATE

The rate under this rate schedule will be specified in the contract between the Company and the customer.

PAYMENT

Payment is due no later than the due date shown on the bill. Any Company billing charges unpaid after the due date will be subject to a late payment charge as described in the Company's gas service rules under Late Payment Charge.

GAS SERVICE OPTIONS

The gas service options available to the customer will be as specified in the contract between the Company and the customer.

SPECIAL TERMS AND PROVISIONS

As specified in the contract between the Company and the customer.

(Next Sheet is G-29)