

Peoples Gas Light and Coke
 Adjustments to Operating Income
 Revenue Adjustments and Related Uncollectible Expense

	Revenue	Customer Accounts Expense			Source
		Uncollectibles	Other	Total	
Test Year Revenue and Uncollectible Expense	\$ 1,622,291,000	\$ 40,766,000	\$ 33,276,000	\$ 74,042,000	C-4
Rate Making Adjustments					
Eliminate Add-on Revenue Taxes and Charges	(153,415,000)	3,872,000		3,872,000	WPC-2.2.1
Commodity Portion of Uncollectibles Under UBA	26,729,000	26,729,000		26,729,000	WPC-2.12.1
Commodity Portion of Provision for Uncoll. From Base Rates		(26,729,000)		(26,729,000)	
Collection Agency Fees - Effects of 2006 PGL Settlement			1,770,000	1,770,000	
Normalize 2006 for Net Weather Effect on Sales Revenues	37,920,000	960,000		960,000	WPC-2.24.1
Pegasys Service Revenues	<u>(293,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	WPC-2.26.1
Adjusted Revenue and Uncollectible Expense	<u>\$ 1,533,232,000</u>	<u>\$ 45,598,000</u>	<u>\$ 35,046,000</u>	<u>\$ 80,644,000</u>	
Ajusted Revenue and Uncollectible Expense from Sch. C-1	<u>\$ 1,533,232,000</u>			<u>\$ 76,772,000</u>	C-1, Column G
	<u>\$ -</u>			<u>\$ 3,872,000</u>	Difference (1)

Note (1) The adjustment for Uncollectible Expense is included in Administrative and General (line 13) on Schedule C-1.

North Shore Gas
Adjustments to Operating Income
Revenue Adjustments and Related Uncollectible Expense

	Revenue	Customer Accounts Expense		Total	Source
		Uncollectibles	Other		
Test Year Revenue and Uncollectible Expense	\$ 299,589,000	\$ 2,085,000	\$ 6,259,000	\$ 8,344,000	C-4
Rate Making Adjustments					
Eliminate Add-on Revenue Taxes and Charges	(14,554,000)	101,000		101,000	WPC-2.2.1
Commodity Portion of Uncollectibles Under UBA	1,542,000	1,542,000		1,542,000	WPC-2.12.1
Commodity Portion of Provision for Uncoll. From Base Rates		(1,542,000)		(1,542,000)	
Collection Agency Fees - Effects of 2006 PGL Settlement			76,000	76,000	
Normalize 2006 for Net Weather Effect on Sales Revenues	6,998,000	49,000		49,000	WPC-2.24.1
Adjusted Revenue and Uncollectible Expense	<u>\$ 293,575,000</u>	<u>\$ 2,235,000</u>	<u>\$ 6,335,000</u>	<u>\$ 8,570,000</u>	
				<u>\$ 8,393,000</u>	C-1, Column G
				<u>\$ 177,000</u>	Difference (1)

Note (1) The adjustment for Uncollectible Expense is included in Administrative and General (line 13) on Schedule C-1. The Adjustment for Collection Agency Fees was inadvertently included in Administrative and General on Schedule C-1. It should have been included in Customer Accounts (line 9).