North Shore Gas Company
Volume Balancing Adjustment
2008 Determination of Reconciliation Adjustment

Line No.	Description	SC 1 Sales	SC 1 Transportation	SC 2 Sales	SC 2 Transportation
	(a)	(b)	(c)	(d)	(e)
1	Rate Case Margin	$16,828,037.30	$ 383,903.81	$ 2,918,266.34	$ 2,759,498.55
2	Actual Margin	$17,232,230.00	$ 730,744.00	$ 3,057,828.00	$ 3,147,158.00
3	Actual Customers	141,421	6,277	10,910	2,448
4	Rate case customers	142,645	3,342	10,733	2,404
5	AM/AC X RCC (line 2 / line 3 x line 4)	$17,381,375.10	$ 389,062.68	$ 3,008,218.87	$ 3,090,591.43
6	Fixed percent per Comm.	99%	99%	99%	99%
7	(Line 1 - Line 5) x Line 6	$ (547,804.42)	$ (5,107.28)	$ (89,053.01)	$ (327,781.96)
8	VBAR-Rider VBA Revenues per Staff Schedule 1.2	$ (538,778.45)	$ 16,831.40	$ (104,890.13)	$ (417,143.08)
9	Amount to be collected (refunded) (line 7 - line 8)	$ (9,025.97)	$ (21,938.68)	$ 15,837.12	$ 89,361.12
10	Interest Rate	1%	1%	1%	1%
11	Interest Amount (line 9 x line 10)	$ (90.26)	$ (219.39)	$ 158.37	$ 893.61
12	RA1 Reconciliation Adjustment (line 9 + line 11)	$ (9,116.23)	$ (22,158.07)	$ 15,995.49	$ 90,254.74
13	RA1 Reconciliation Adjustment per Company	$ (341,742.40)	$ (16,566.40)	$ (35,473.91)	$ (14,637.01)
14	Factor O to be collected (refunded) (line 12 - line 13)	$ 332,626.17	$ (5,591.67)	$ 51,469.40	$ 104,891.75

Sources:
Lines 1-7, 10, and 13: Ex. NSG VG-1.1, page 2
Line 8: Staff Schedule 1.2
Lines 9, 11, 12, and 14: Calculated as indicated

North Shore Gas Company
Volume Balancing Adjustment
2008 Rider VBA Revenues (Factor VBAR)

Line No.	Description	SC 1 Sales	SC 1 Trans.	SC 2 Sales	SC 2 Trans.
	(a)	(b)	(c)	(d)	(e)
1	VBAR-Rider VBAR Revenues per Company	$(209,445.61)	$ 11,301.04	$ (53,930.32)	$ (313,289.86)
2	November 2008 Revenues Billed in January 2009	(75,138.56)	3,148.92	(16,865.04)	(35,775.80)
3	December 2008 Revenues Billed in February 2009	(254,194.28)	2,381.44	(34,094.77)	(68,077.42)
4	VBAR-Rider VBA Revenues per Staff (Sum of lines 1, 2, and 3)	$(538,778.45)	$ 16,831.40	$ (104,890.13)	$ (417,143.08)

Sources:
Line 1: Ex. NSG VG-1.1, page 2, line 8
Lines 2 and 3: Company response to Staff Data Request DLH-5.01
Line 4: Calculated as indicated