

The Peoples Gas Light and Coke Company
 Volume Balancing Adjustment
 2008 Determination of Reconciliation Adjustment

Line No.	Description	SC 1 Sales (a)	SC 1 Transportation (c)	SC 2 Sales (d)	SC 2 Transportation (e)
1	Rate Case Margin	\$ 98,464,933.11	\$ 2,281,548.74	\$ 40,510,100.29	\$ 32,144,203.73
2	Actual Margin	\$ 98,055,279.00	\$ 5,831,972.00	\$ 40,711,160.00	\$ 35,904,135.00
3	Actual Customers	724,703	42,373	67,877	16,794
4	Rate case customers	743,568	16,989	68,299	16,127
5	AM/AC X RCC (line 2 / line 3 x line 4)	\$ 100,607,790.63	\$ 2,338,266.64	\$ 40,964,266.49	\$ 34,478,146.07
6	Fixed percent per Comm.	95%	95%	95%	95%
7	(Line 1 - Line 5) x Line 6	\$ (2,035,714.65)	\$ (53,882.00)	\$ (431,457.89)	\$ (2,217,245.23)
8	VBAR-Rider VBA Revenues per Staff Schedule 1.2	\$ (2,117,593.28)	\$ 210,429.62	\$ (685,344.26)	\$ (1,874,245.02)
9	Amount to be collected (refunded) (line 7 - line 8)	\$ 81,878.63	\$ (264,311.62)	\$ 253,886.37	\$ (343,000.21)
10	Interest Rate	1%	1%	1%	1%
11	Interest Amount (line 9 x line 10)	\$ 818.79	\$ (2,643.12)	\$ 2,538.86	\$ (3,430.00)
12	RA1 Reconciliation Adjustment (line 9 + line 11)	\$ 82,697.42	\$ (266,954.74)	\$ 256,425.23	\$ (346,430.21)
13	RA1 Reconciliation Adjustment per Company	\$ (2,339,101.29)	\$ (234,382.82)	\$ (398,059.22)	\$ (1,625,557.10)
14	Factor O to be collected (refunded) (line 12 - line 13)	\$ 2,421,798.71	\$ (32,571.92)	\$ 654,484.45	\$ 1,279,126.89

Sources:

Lines 1-7, 10, and 13: Ex. PGL VG-1.1, page 2

Line 8: Staff Schedule 1.2

Lines 9, 11, 12, and 14: Calculated as indicated

The Peoples Gas Light and Coke Company
 Volume Balancing Adjustment
 2008 Rider VBA Revenues (Factor VBAR)

Line No.	Description (a)	SC 1 Sales (b)	SC 1 Trans. (c)	SC 2 Sales (d)	SC 2 Trans. (e)
1	VBAR-Rider VBAR Revenues per Company	\$ 280,227.23	\$ 178,180.19	\$ (37,339.85)	\$ (607,782.74)
2	November 2008 Revenues Billed in January 2009	(632,879.34)	17,971.89	(67,032.17)	(356,859.08)
3	December 2008 Revenues Billed in February 2009	<u>(1,764,941.17)</u>	<u>14,277.54</u>	<u>(580,972.24)</u>	<u>(909,603.20)</u>
4	VBAR-Rider VBA Revenues per Staff (Sum of lines 1, 2, and 3)	<u>\$ (2,117,593.28)</u>	<u>\$ 210,429.62</u>	<u>\$ (685,344.26)</u>	<u>\$ (1,874,245.02)</u>

Sources:

- Line 1: Ex. PGL 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