

ILLINOIS COMMERCE COMMISSION

2011 FEB 25 A 10: 58

THE PEOPLES GAS LIGHT AND COKE COMPANY)
)
Informational statement pursuant to Section)
6-102(d) of the Illinois Public Utilities Act in)
connection with the proposed issuance and sale)
of up to \$50 million aggregate principal amount)
of bonds or notes, or a combination thereof, in)
one or more series.)

CHIEF CLERK'S OFFICE

10-0522

SECOND REPORT

The Peoples Gas Light and Coke Company ("Company") respectfully submits this second report, for the period ended December 31, 2010, with respect to the bonds authorized by the order of the Commission entered on September 22, 2010, in the above-entitled Docket No. 10-0522. (Reference is made to the initial report to the Commission in this Docket for the period ended September 30, 2010, dated January 3, 2011.)

On October 5, 2010, the Company issued \$50,000,000 in principal amount of its First and Refunding Mortgage Bonds, Series WW, to the Illinois Finance Authority ("IFA"). IFA contemporaneously sold \$50,000,000 principal amount of its Gas Supply Refunding Revenue Bonds, Series 2010B to the underwriters, KeyBanc Capital Markets, Inc. and Loop Capital Markets, LLC at 100% of the principal amount (i.e., \$100.00 per one hundred dollars face amount) for an aggregate consideration of \$50,000,000, which was then loaned by IFA to the Company. The Series WW Bonds, which will mature on February 1, 2033, bear an Initial Term Rate of 2.625% per annum. The Series WW Bonds are subject to mandatory tender on August 1, 2015, the end of the Initial Term Rate Period.

The proceeds realized from the sale of the Series WW Bonds have

been used for the purpose of refunding the \$50,000,000, 3.75% First and Refunding Mortgage Bonds, Series LL.

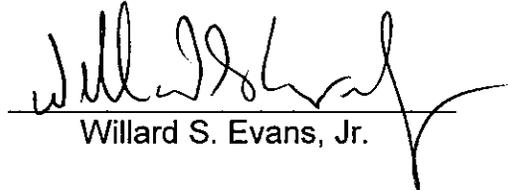
No entity is or became an "affiliated interest" of the Company within the meaning of section 7-101 of the Illinois Public Utilities Act as a result of acquiring the Series WW Bonds.

During the period ended December 31, 2010, the Company incurred the following expenses on its books in connection with the issuance of said bonds:

| | <u>Three Months Ended December 31, 2010</u> | <u>Cumulative Total at December 31, 2010</u> |
|---|---|--|
| -Accrual for Application Fee (Reversal) | (\$1,500.00) | \$0.00 |
| -Accrual for Accounting Fees (Reversal) | (20,000.00) | 0.00 |
| -IFA Issuance Fee | 185,000.00 | 185,000.00 |
| -Legal Fees | 92,799.15 | 92,799.15 |
| -Underwriter's Fee | 255,333.00 | 255,333.00 |
| -Acceptance Fee | 1,500.00 | 1,500.00 |
| -Application Fee | 1,500.00 | 1,500.00 |
| -Rating Fees | 46,500.00 | 46,500.00 |
| -Printing Fee | 2,242.92 | 2,242.92 |
| -Title Fees | 4,012.26 | 4,012.26 |
| -Accounting Fee | <u>18,100.00</u> | <u>18,100.00</u> |
| Total | <u>\$585,487.33</u> | <u>\$606,987.33</u> |

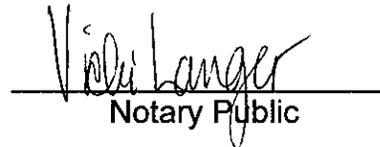
STATE OF ILLINOIS)
) SS
COUNTY OF COOK)

Willard S. Evans, Jr., being first duly sworn, on oath states that he is President of The Peoples Gas Light and Coke Company, that he has read the foregoing report and knows the contents thereof, and that the facts stated therein are true to the best of his knowledge, information and belief.


Willard S. Evans, Jr.

Subscribed and sworn to before me this 22nd day of February, 2011.




Notary Public

My Commission Expires: April 3, 2013