

STATE OF ILLINOIS  
ILLINOIS COMMERCE COMMISSION

North Shore Gas Company	)	
	)	
	)	
Petition Pursuant to Rider UEA	)	Docket No. 11-
of Schedule of Rates for Gas	)	
Service to Initiate a Proceeding to	)	
Determine the Accuracy of the	)	
Rider UEA Reconciliation Statement	)	

**PETITION OF  
NORTH SHORE GAS COMPANY**

North Shore Gas Company (“North Shore”) submits to the Illinois Commerce Commission (“Commission”) this Petition to initiate an annual reconciliation proceeding to determine the accuracy of the statement that North Shore submitted pursuant to Rider UEA of its Schedule of Rates for Gas Service.

1. North Shore is a corporation organized and existing under the laws of the State of Illinois, having its principal office at 130 East Randolph Street, Chicago, Illinois 60601. It is engaged in the business of purchasing natural gas for and distributing and selling natural gas to approximately 158,000 customers in Cook and Lake Counties, Illinois.
2. North Shore’s Schedule of Rates for Gas Service includes Rider UEA, Uncollectible Expense Adjustment. The Commission approved Rider UEA in Docket Nos. 09-0419/09-0420 (cons.). Rider UEA became effective in February 2010. Section G of Rider UEA generally requires North Shore to file annually, no later than May 20, adjustments to be effective for an upcoming effective period. However, in 2010, Rider

UEA required two filings. North Shore filed the first adjustments under the rider in March 2010 for the 2008 reporting period and billed those adjustments for the April 1, 2010, through December 31, 2010 effective period. North Shore filed the second adjustments in May 2010 for the 2009 reporting period, and those adjustments became effective on June 1, 2010, and were billed through May 31, 2011.

3. Section F of Rider UEA includes components for a factor RA (Reconciliation Adjustment) and Factor O (Commission ordered adjustment amount). The initial RA became effective June 1, 2011, based on actual and expected revenues for the period commencing with the first month that adjustments were billed under this rider, through March 31, 2011.

4. Section I of Rider UEA requires North Shore to file, no later than August 31, a petition “seeking initiation of an annual review to reconcile all uncollectible amounts included in rates, plus amounts accrued pursuant to this rider with the actual uncollectible amount for the reporting year. The information submitted shall allow the Commission to verify that the Company collects the actual Uncollectible Accounts Expense amounts as provided for in each applicable Form 21 reporting year.”

5. Attachment A, attached to and made a part of this Petition, is the Direct Testimony of Karen A. Tiedmann (NSG Ex. 1.0). NSG Ex. 1.1 of Ms. Tiedmann’s direct testimony is the statement of the reconciliation adjustment components (the “Reconciliation Statement”) reconciling both the 2008 and 2009 reporting periods. NSG Ex. 1.2 of Ms. Tiedmann’s direct testimony is a report of the adjustment amounts to be recovered or refunded over the Effective Period of June 1, 2010 through May 31, 2011, and the reconciliation period through March 31, 2011, for the 2009 reporting period.

Ms. Tiedmann describes the Reconciliation Statement and the report identified as NSG Ex. 1.2, including the reconciliation components that were included with the adjustments for the 2010 reporting period and effective for the period June 1, 2011 and ending May 31, 2012. She also describes information needed to allow the Commission to verify that North Shore collected the actual Uncollectible Accounts Expense amounts provided in the applicable Form 21 reporting year.

6. Attachment B, attached to and made a part of this Petition, identifies the municipalities that North Shore serves.

7. By this Petition, North Shore is requesting that the Commission initiate the proceeding described in Section I of Rider UEA. The purpose of the proceeding is to determine the accuracy of the Reconciliation Statement and to verify that North Shore collected the actual Uncollectible Accounts Expense amounts provided in the applicable Form 21 reporting years, 2008 and 2009.

WHEREFORE, for the foregoing reasons, North Shore Gas Company respectfully requests that the Illinois Commerce Commission initiate a proceeding to determine the accuracy of the statement of the reconciliation adjustment components under Rider UEA.

Respectfully submitted,  
North Shore Gas Company

By: /S/ MARY KLYASHEFF

Mary Klyasheff  
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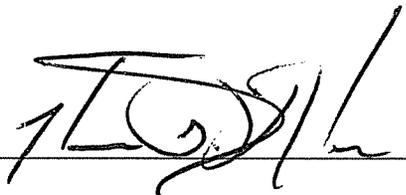
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Attorneys for  
North Shore Gas Company

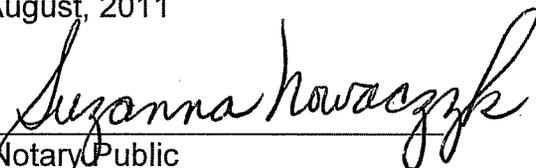
Dated at Chicago, Illinois  
this 31st day of August, 2011

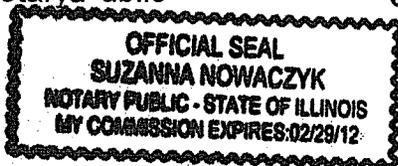
STATE OF ILLINOIS     )  
                                  )  
COUNTY OF COOK     )     SS

Thomas Aridas, being first duly sworn, upon oath states that he is Director, Gas Regulatory Policy, of Integrys Business Support, LLC providing service to North Shore Gas Company; that he has read the foregoing Petition and knows the contents thereof; and that said contents are true to the best of his knowledge and belief.

By:   
Thomas Aridas  
Director, Gas Regulatory  
Policy

Subscribed and sworn to  
before me this 31st day  
of August, 2011

  
Notary Public



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**ATTACHMENT A**

Direct Testimony and Exhibits of Karen A. Tiedmann

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**ATTACHMENT B**

Municipalities Served by North Shore Gas Company

**North Shore Gas Company**

**SCHEDULE OF RATES FOR GAS SERVICE**

**THIS RATE SCHEDULE APPLIES TO THE  
MUNICIPALITIES AND UNINCORPORATED AREAS LISTED BELOW  
AND/OR TO TERRITORIES CONTIGUOUS THERETO**

<u>Municipality or Unincorporated Area</u>	<u>County</u>	<u>Municipality or Unincorporated Area</u>	<u>County</u>
Antioch	Lake	Lincolnshire	Lake
Aptakisic	"	Lindenhurst	"
Bannockburn	"	Long Grove	"
Beach Park	"	Mettawa	"
Buffalo Grove	"	Millburn	"
Deerfield	"	Mundelein	"
Diamond Lake	"	Nimitz Village	"
Druce Lake	"	North Chicago	"
Forrestal Village	"	Northbrook	Cook
Fort Sheridan	"	Old Mill Creek	Lake
Gages Lake	"	Park City	"
Glencoe	Cook	Prairie View	"
Grayslake	Lake	Riverwoods	"
Great Lakes	"	Rondout	"
Green Oaks	"	Rosecrans	"
Gurnee	"	Round Lake Beach	"
Half Day	"	Russell	"
Halsey Village	"	Third Lake	"
Hawthorn Woods	"	Venetian Village	"
Highland Park	"	Vernon Hills	"
Highwood	"	Wadsworth	"
Indian Creek	"	Waukegan	"
Knollwood	"	Wheeling	"
Lake Bluff	"	Wildwood	"
Lake Forest	"	Winnetka	Cook
Lake Villa	"	Winthrop Harbor	Lake
Libertyville	"	Zion	"

**Date Issued:** FEBRUARY 8, 2008

**Date Effective:** FEBRUARY 14, 2008

**Issued by James F. Schott, Vice President  
130 East Randolph Drive, Chicago, Illinois 60601**

Filed Pursuant to Order of Illinois Commerce Commission  
Entered February 5, 2008 in Docket No. 07-0241