

May 14, 2012

**BY E-DOCKET**

Ms. Elizabeth A. Rolando  
Chief Clerk  
Illinois Commerce Commission  
527 East Capitol Avenue  
Springfield, Illinois 62701

**Re: The Peoples Gas Light and Coke Company; Docket 12-0240**

Dear Ms. Rolando:

On March 28, 2012, The Peoples Gas Light and Coke Company ("Peoples Gas") filed with the Illinois Commerce Commission a Petition to open a reconciliation proceeding under Rider VBA of its Schedule of Rates for Gas Service.

Peoples Gas identified certain inadvertent errors in Attachment B (a corrected copy of which is attached) of that Petition and submits the following verified errata:

**Page 1 of Attachment B**

- In the section labeled "Rate of Return with Rider VBA," the number \$700.8 in the column "Amount (millions)" should be \$700.9.
- In the section labeled "Rate of Return with Rider VBA," the number \$1,213.4 in the column "Amount (millions)" should be \$1,213.5.
- In the section labeled "Rate of Return with Rider VBA," the number 8.15% in the column "% cost" should be 8.14%.
- In the section labeled "Rate of Return without Rider VBA," the number \$701.3 in the column "Amount (millions)" should be \$701.4.
- In the section labeled "Rate of Return without Rider VBA," the number \$1,213.9 in the column "Amount (millions)" should be \$1,214.0.
- In the section labeled "Rate of Return without Rider VBA," the number 8.57% in the column "% cost" should be 8.56%.

**Page 2 of Attachment B**

- In the column labeled “With VBA,” the number \$700.8 in the row “Total 13-month Average Utility Equity,” should be \$700.9.
- In the column labeled “Without VBA,” the number \$701.3 in the row “Total 13-month Average Utility Equity” should be \$701.4.
- In the column labeled “With VBA,” the number \$694.2 in the row “Adjusted Average Utility Equity” should be \$694.3.
- In the column labeled “Without VBA,” the number \$694.7 in the row “Adjusted Average Utility Equity” should be \$694.8.
- In the column labeled “Without VBA,” the number \$59.6 in the row “Utility Net Income” should be \$59.5.
- In the column labeled “With VBA,” the number 8.15% in the row “2011 Utility ROE” should be 8.14%.
- In the column labeled “Without VBA,” the number 8.57% in the row “2011 Utility ROE” should be 8.56%.
- In the column labeled “Without VBA,” the number (3.0) in the row “After Tax Total” should be (2.9).
- In the column labeled “Without VBA,” the number \$59.6 in the row “Revised Net Income” should be \$59.5

Very truly yours,

/S/ MARY KLYASHEFF

Mary Klyasheff  
An Attorney for  
The Peoples Gas Light and Coke Company  
312-240-4470

**attach.**

**The Peoples Gas Light and Coke Company**

**RATE OF RETURN WITH RIDER VBA**

	<b>Amount (millions)</b>	<b>% of total</b>	<b>% cost</b>	<b>Weighted Average</b>
Equity	\$ 700.9	57.8% (1)	8.14%	4.70%
Long Term Debt	\$ 512.6	42.2% (1)	4.50%	1.90%
	<u>\$ 1,213.5</u>	<u>100.00%</u>		<u>6.60% Rate of Return</u>

**RATE OF RETURN WITHOUT RIDER VBA**

	<b>Amount (millions)</b>	<b>% of total</b>	<b>% cost</b>	<b>Weighted Average</b>
Equity	\$ 701.4	57.8% (1)	8.56%	4.95%
Long Term Debt	\$ 512.6	42.2% (1)	4.50%	1.90%
	<u>\$ 1,214.0</u>	<u>100.00%</u>		<u>6.85% Rate of Return</u>

(1) Based on 13 month average ending balances

**The Peoples Gas Light and Coke Company**

<i>(millions)</i>	<u>WITH VBA</u>	<u>WITHOUT VBA</u>
<b>Total 13-month Average Utility Equity</b>	\$ 700.9	\$ 701.4
<u>Average Adjustments to Utility Equity:</u>		
Goodwill		
Trade Name		
Investment in Subsidiaries	4.7	4.7
Other Investments - Rabbi Trust	1.8	1.8
Non-utility property	0.1	0.1
Net Average Adjustments	<u>6.6</u>	<u>6.6</u>
<b>Adjusted Average Utility Equity</b>	<u>\$ 694.3</u>	<u>\$ 694.8</u>
Utility Net Income	\$ 56.6	\$ 59.5
<b>2011 Utility ROE</b>	<b>8.14%</b>	<b>8.56%</b>
Net Income		56.6
Rider VBA in Revenues		(17.4)
Rider VBA in 495 accounts		<u>12.4</u>
Pre-tax Total		(5.0)
After Tax Total		(2.9)
Revised Net Income		59.5

## The Peoples Gas Light and Coke Company

### RATE OF RETURN WITH RIDER VBA

	Amount (millions)	% of total	% cost	Weighted Average
Equity	\$ 700.9	57.8% (1)	8.14%	4.70%
Long Term Debt	\$ 512.6	42.2% (1)	4.50%	1.90%
	\$ 1,213.5	100.00%		6.60% Rate of Return

### RATE OF RETURN WITHOUT RIDER VBA

	Amount (millions)	% of total	% cost	Weighted Average
Equity	\$ 701.4	57.8% (1)	8.56%	4.95%
Long Term Debt	\$ 512.6	42.2% (1)	4.50%	1.90%
	\$ 1,214.0	100.00%		6.85% Rate of Return

(1) Based on 13 month average ending balances

## The Peoples Gas Light and Coke Company

<i>(millions)</i>	<b>WITH VBA</b>	<b>WITHOUT VBA</b>
<b>Total 13-month Average Utility Equity</b>	\$ <b>700.9</b>	\$ <b>701.4</b>
<u>Average Adjustments to Utility Equity:</u>		
Goodwill		
Trade Name		
Investment in Subsidiaries	4.7	4.7
Other Investments - Rabbi Trust	1.8	1.8
Non-utility property	0.1	0.1
Net Average Adjustments	6.6	6.6
<b>Adjusted Average Utility Equity</b>	\$ <b>694.3</b>	\$ <b>694.8</b>
Utility Net Income	\$ 56.6	\$ <b>59.5</b>
<b>2011 Utility ROE</b>	<b>8.14%</b>	<b>8.56%</b>
Net Income		56.6
Rider VBA in Revenues		(17.4)
Rider VBA in 495 accounts		12.4
Pre-tax Total		(5.0)
After Tax Total		<b>(2.9)</b>
Revised Net Income		<b>59.5</b>

STATE OF ILLINOIS     )  
                                  )  
COUNTY OF COOK     )

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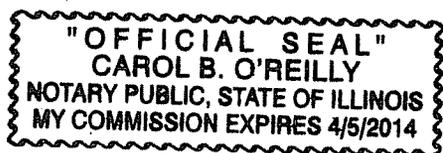
Christine M. Gregor, being first duly sworn, upon oath states that she is Director Operations Accounting, of Integrys Business Support, LLC providing service to The Peoples Gas Light and Coke Company; that she has read the foregoing Errata to Petition and knows the contents thereof; and that said contents are true to the best of her knowledge and belief.

By: *Christine M. Gregor*

Christine M. Gregor  
Director Operations Accounting

Subscribed and sworn to  
before me this 14th day  
of May, 2012

*Carol B O'Reilly*  
Notary Public



**STATE OF ILLINOIS**

**ILLINOIS COMMERCE COMMISSION**

The Peoples Gas Light	)	
and Coke Company	)	
	)	
Petition Pursuant to Rider VBA	)	Docket No. 12-0240
of Schedule of Rates for Gas	)	
Service to Initiate a Proceeding to	)	
Determine the Accuracy of the	)	
Rider VBA Reconciliation Statement	)	

**NOTICE OF FILING AND CERTIFICATE OF SERVICE**

I hereby certify that The Peoples Gas Light and Coke Company filed its Revised Attachment B to its Petition on the Illinois Commerce Commission's e-docket system and served by electronic mail upon each person designated in the official service list compiled in this proceeding, Docket No. 12-0240, in accordance with requirements of the Commission's Rules of Practice.

Dated at Chicago, Illinois, this 14th day of May, 2012.

By: /S/ MARY KLYASHEFF

Mary Klyasheff  
An Attorney for  
The Peoples Gas Light and  
Coke Company