

Provided Pursuant to Sections 4-404 and 5-108 of the Public Utilities Act

August 21, 2015

Via Email

Matthew T. Smith
Manager – Pipeline Safety
Illinois Commerce Commission
527 East Capitol Avenue
Springfield, Illinois 62701

Re: Response to NOA # 2014-A001-00156
ICC Inspection # 2014-P-00492

Reference: Letter from DR Burk (ICC) to JD Kleczynski (NSG) dated January 21, 2015
Letter from TJ Webb (PGL) to DR Burk (ICC) dated February 18, 2015
Letter from TJ Webb (PGL) to MT Smith (ICC) dated April 21, 2015

Dear Mr. Smith:

In Reference 1, the Illinois Commerce Commission (ICC) issued a Notice of Amendment (NOA) to North Shore Gas Company (NSG). The NOA resulted from a review of excavation damage sustained on September 23, 2014, by a third party contractor on what is considered a critical line of NSG, near the intersection of Peterson and Harris Roads in Libertyville, Illinois.

In Reference 2, NSG responded to the ICC stating that it did not contest the NOA and will provide the amended procedure to the ICC by April 21, 2015.

In Reference 3, in response to the NOA, NSG provided the ICC with Administrative Directive 3.402 – Watch and Protect Critical Facilities.

In a verbal discussion during the ICC Field Audit July 13 -16, the ICC stated that the NOA response provided by NSG was inadequate because the procedure was not a part of the NSG Operations and Maintenance (O&M) Manual.

NSG has revised the procedure and has added Administrative Directive 3.402 – Watch and Protect Critical Facilities has been as an Appendix to NSG General Order 2.070. See Attachment 1.

Please contact me at your convenience if you have any questions regarding this matter.

Sincerely,

A handwritten signature in black ink, appearing to read 'T. Webb', written over a faint horizontal line.

Thomas J. Webb
Compliance Manager
The Peoples Gas Light and Coke Company
North Shore Gas Company
312-240-4650