

The Peoples Gas Light and Coke Company

Statement of Cash Flows

Line No.	Description [A]	Test Year Ending December 31, 2010 [B]	Forecasted Year Ending December 31, 2009 (1) [C]	Forecasted Year Ending December 31, 2008 (2) [D]	Historical Year Ended December 31, 2007 [E]	Line No.
1	<b>Net Income</b>	\$ 2,416,000	\$ 23,273,000	\$ 43,837,000	\$ (13,748,000)	1
2	<b>Adjustments to Reconcile Net Income to Net Cash</b>					2
3	<b>Flow Provided from Operating Activities:</b>					3
4	Depreciation and Amortization	76,004,000	66,578,000	61,707,000	62,838,000	4
5	Deferred Income Taxes and Investment Tax Credits, net	756,000	(7,263,000)	27,554,000	(15,072,000)	5
6	Pension (income)/ Post Retirement Liability	24,839,000	12,093,000	17,300,000	28,135,000	6
7	Pension and Post Retirement Funding	(300,000)	(10,179,000)	(6,783,000)	(136,000)	7
8	Other Changes	13,724,000	12,902,000	(8,988,000)	(10,003,000)	8
9	Changes in Working Capital, net	43,329,000	101,650,000	(225,913,000)	(32,756,000)	9
10	Net Cash Flow (used for) provided from Operating Activities	160,768,000	199,054,000	(91,286,000)	19,258,000	10
11	<b>Investing Activities</b>					11
12	Capital Expenditures	(183,004,000)	(129,396,000)	(99,473,000)	(102,268,000)	12
13	Other Investing Activities, net	(14,292,000)	(9,327,000)	14,894,000	(19,711,000)	13
14	Net Cash Flow used for Investing Activities	(197,296,000)	(138,723,000)	(84,579,000)	(121,979,000)	14
15	<b>Financing Activities</b>					15
16	Issuance of Long-Term Debt	50,000,000	50,000,000	50,000,000	-	16
17	Redemption of Long-Term Debt	(50,000,000)	-	-	-	17
18	Intercompany Loan Payable	-	(19,363,000)	19,093,000	185,000	18
19	Net Increase (Decrease) in Short-Term Debt	36,602,000	(130,894,000)	81,787,000	106,847,000	19
20	Equity Contribution from Parent	-	60,000,000	25,000,000	-	20
21	Return of Capital Paid to Parent	-	(20,000,000)	-	-	21
22	Other	-	-	-	(11,000)	22
23	Dividends Paid to Parent	-	-	-	(4,300,000)	23
24	Net Cash Flow provided from (used for) Financing Activities	36,602,000	(60,257,000)	175,880,000	102,721,000	24
25	<b>Net Increase (Decrease) in Cash</b>	\$ 74,000	\$ 74,000	\$ 15,000	\$ -	25

Note: (1) Includes zero months actual data and twelve months of forecasted data.  
(2) Includes six months of actual data and six months of forecasted data.