
Rider 7
Governmental Agency Compensation Adjustment

Applicable to All Rates
***Except Rates 17, 19 and 21**

- * The purpose of this Rider 7, Governmental Agency Compensation Adjustment ("GACA"), is to recover fees and additional costs the Company incurs as a result of requirements that may be imposed upon the Company by a local governmental unit solely from those customers taking service from the Company within the boundaries of each local governmental unit imposing such costs. For purpose of this Rider, these fees and costs will be included in Customer billing beginning with the Effective Date.

- * Except as otherwise provided in this rider, in the event that a local governmental units enacts an ordinance or otherwise utilizes its constitutional or statutory powers to compel the Company, directly or indirectly, to:
 - (a) provide a service in addition to, different from, or instead of a service which the Company would otherwise be required to provide,
 - (b) install facilities in addition to, different from, or instead of those facilities which the Company would otherwise be required to install,
 - (c) removing existing facilities and replace them with facilities different from those facilities which the Company would otherwise be required to do so,
 - (d) modify facilities which the Company would otherwise not be required to modify, or modify facilities in a manner different than that which the Company would otherwise be required to do so,
 - (e) maintain its facilities in a manner that imposes additional requirements on, or is different from the manner in which the Company would otherwise be required to maintain,
 - (f) pay fees or charges other than those included in franchise agreements,the costs of providing such service, or installing, removing, replacing, **modifying** or maintaining such facilities, paying such fees or charges and the costs of any franchise agreements shall be charged to the Company's customers within the boundries of such local governmental unit on a per customer basis.

- * For the purposes of this rider, the Company is required to provide a service, or install, remove, replace, modify, or maintain facilities in a particular manner only if it is obligated to do so under a state or federal statute, a state or federal regulation, the Company's then current Schedule of Rates as filed with the Illinois Commerce Commission, according to the terms and conditions set forth therein, or such other document as the Company files with the Illinois Commerce Commission to set forth the general conditions under which gas service will be supplied and/or delivered.

- * For purposes of this rider, a local governmental unit means any county, municipality, township, special district, or unit designated as a unit of local government by law and which exercises limited governmental powers or powers in respect to limited government subjects.

(Continued on Sheet No. 63.5)

Rider 7
Governmental Agency Compensation Adjustment

(Continued From Sheet No. 63)

- * An Annual Recovery Period is any calendar year.
- * On or before the 20th day of December each year, the Company shall file with the Commission an information sheet specifying the GACA charges to be effective for service rendered during the following calendar year. If the Company determines during the Annual Recovery Period that it is appropriate to revise a GACA charge to better match revenues recovered under this rider with actual costs incurred, the Company may, from time to time, calculate a revised GACA charge to become effective as of the beginning of any calendar month during the Annual Recovery Period.
- * After the end of each calendar year, the Company shall reconcile the Company's actual costs incurred with the amount recovered under this Rider for each local governmental unit. The Company shall file with the Commission, on or before April 1, an information sheet reflecting adjustments to GACA charges necessary to compensate for any reconciliation amounts over the remainder of the calendar year. Any amounts resulting in a rounded adjustment of less than \$0.01 shall be carried forward.
- * The additional charge currently applicable in each municipality, county, or other local governmental unit is shown on the Information Sheet Supplemental to this Rider.

Except as specified above, all other provisions of the rate shall apply.