

INTEGRYS ENERGY GROUP, INC.

Form 4

February 14, 2013

**FORM 4**

**UNITED STATES SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549**

OMB APPROVAL

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Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b).

**STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF SECURITIES**

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934, Section 17(a) of the Public Utility Holding Company Act of 1935 or Section 30(h) of the Investment Company Act of 1940

(Print or Type Responses)

1. Name and Address of Reporting Person \*  
KALLAS LINDA M

(Last) (First) (Middle)  
130 EAST RANDOLPH STREET  
(Street)

CHICAGO, IL 60601

(City) (State) (Zip)

2. Issuer Name and Ticker or Trading Symbol  
INTEGRYS ENERGY GROUP, INC. [TEG]

3. Date of Earliest Transaction (Month/Day/Year)  
02/12/2013

4. If Amendment, Date Original Filed(Month/Day/Year)

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

\_\_\_\_ Director \_\_\_\_\_ 10% Owner  
 Officer (give title below) \_\_\_\_\_ Other (specify below)  
Vice President & Corporate Co

6. Individual or Joint/Group Filing(Check Applicable Line)  
 Form filed by One Reporting Person  
\_\_\_\_ Form filed by More than One Reporting Person

**Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned**

1. Title of Security (Instr. 3)	2. Transaction Date (Month/Day/Year)	2A. Deemed Execution Date, if any (Month/Day/Year)	3. Transaction Code (Instr. 8)	4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)	5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Indirect Ownership (Instr. 4)
				(A) or (D)	Price		
Common Stock	02/12/2013		M	V	Amount \$ 56.21	A	7,719.9314 D
Common Stock	02/12/2013		F		Amount \$ 56.21	D	7,658.2027 D
Common Stock					1,583.3656	I	By Employee Stock Ownership Plan
Common Stock					170.989	I	By PE Employee Stock

Common Stock	488.2097	I	Ownership Plan  By PE Capital Accumulation Plan
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Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

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(9-02)

**Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned**  
(e.g., puts, calls, warrants, options, convertible securities)

1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution Date, if any (Month/Day/Year)	4. Transaction Code (Instr. 8)	5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5)	6. Date Exercisable and Expiration Date (Month/Day/Year)	7. Title and A Underlying S (Instr. 3 and 4)	
				Code	V (A) (D)	Date Exercisable	Expiration Date	Title
Restricted Stock Units 2009	<u>(1)</u>	02/12/2013		M	163.9542	02/12/2010	02/12/2013	Common Stock
Employee Stock Option (Right to buy)	\$ 58.65					05/17/2008 <sup>(2)</sup>	05/17/2017	Common Stock
Employee Stock Option (Right to buy)	\$ 42.12					02/12/2010 <sup>(2)</sup>	02/12/2019	Common Stock
Employee Stock Option (Right to buy)	\$ 41.58					02/11/2011 <sup>(2)</sup>	02/11/2020	Common Stock
Employee Stock Option (Right to buy)	\$ 49.4					02/10/2012 <sup>(2)</sup>	02/10/2021	Common Stock
Employee Stock Option (Right to buy)	\$ 53.24					02/09/2013 <sup>(2)</sup>	02/09/2022	Common Stock

Performance Rights	\$ 0 <sup>(3)</sup>		01/01/2013 <sup>(3)</sup>	06/30/2013	Common Stock
Performance Rights	\$ 0 <sup>(3)</sup>		01/01/2014 <sup>(3)</sup>	06/30/2014	Common Stock
Performance Rights	\$ 0 <sup>(3)</sup>		01/01/2015 <sup>(3)</sup>	06/30/2015	Common Stock
Restricted Stock Units 2010	(1)		02/11/2011	02/11/2014	Common Stock
Restricted Stock Units 2011	(1)		02/10/2012	02/10/2015	Common Stock
Restricted Stock Units 2012	(1)		02/09/2013	02/09/2016	Common Stock

## Reporting Owners

### Reporting Owner Name / Address

### Relationships

Director    10% Owner    Officer    Other

KALLAS LINDA M  
130 EAST RANDOLPH STREET  
CHICAGO, IL 60601

Vice President & Corporate Co

## Signatures

Dane E. Allen, as Power of Attorney for Ms.  
Kallas

02/14/2013

      \*\*Signature of Reporting Person

      Date

## Explanation of Responses:

\* If the form is filed by more than one reporting person, see Instruction 4(b)(v).

\*\* Intentional misstatements or omissions of facts constitute Federal Criminal Violations. See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

- (1) Each restricted stock unit represent a contingent right to receive one share of Company common stock. The restricted stock units vest in four equal annual installments beginning on the exercisable date.
- (2) The option vests in four equal annual installments beginning on the exercisable date.

Performance stock rights represent the right to receive shares of common stock of the Company, in the event certain performance goals (3) are satisfied. These goals are based on Company performance against an established industry benchmark, over a three year performance period. The final award of shares issued can be between 0% and 200% of the target award.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure. Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.