

**NORTHERN INDIANA PUBLIC SERVICE COMPANY
IURC APPROVED GAS RATE ADJUSTMENTS
FOR**

**APPENDIX B
GAS COST ADJUSTMENT FACTOR**

RATES: 411, 415, 421, 425 and 443

RIDERS: 480 and 481

PURSUANT TO CAUSE NO. 37091, APPROVED BY ORDER OF THE INDIANA UTILITY REGULATORY COMMISSION ON MAY 14, 1986, CHANGES IN THE COST OF PURCHASED GAS, THE COST OF CONTRACTUAL GAS STORAGE AND STORAGE TRANSPORTATION, AND THE NET COST OF GAS INJECTED INTO AND WITHDRAWN FROM STORAGE MAY BE PASSED THROUGH TO CUSTOMERS ON SPECIFIED TARIFF RATES AS SET FORTH IN THIS APPENDIX B BY MEANS OF A RATE ADJUSTMENT (TRACKING) FACTOR.

CURRENT BASE RATES EFFECTIVE NOVEMBER 5, 2010, IN ACCORDANCE WITH THE INDIANA UTILITY REGULATORY COMMISSION ORDER ISSUED UNDER CAUSE NO. 43894.

**NORTHERN INDIANA PUBLIC SERVICE COMPANY
IURC APPROVED GAS RATE ADJUSTMENTS**

Total Gas Cost Adjustment (\$/therm)
Rate Schedules 411 and 415

MONTH	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
January		0.5792	0.5034	0.4684	0.5285	0.5977	0.3131	0.3815	0.3699		
February		0.6089	0.4928	0.4778	0.5449	0.5589	0.3234	0.3910	0.4008		
March		0.6102	0.4658	0.4721	0.5795	0.5773	0.2583	0.3871	0.4017		
April		0.6147	0.3424	0.4983	0.5169	0.4221	0.2074	0.3845	0.3410		
May		0.6114	0.2666	0.5159	0.5361	0.3624	0.2497	0.4359	0.3828		
June		0.5604	0.2979	0.4654	0.5211	0.4995	0.3669	0.5341	0.5064		
July		0.5729	0.2805	0.4171	0.5269	0.4959	0.4512	0.5332	0.5273		
August		0.5679	0.3320	0.4040	0.4362	0.4967	0.4522	0.5267	0.5122		
September		0.4995	0.2848	0.3935	0.4702	0.4461	0.4771	0.5117	0.4875		
October		0.4868	0.3614	0.4550	0.5104	0.3246	0.4020	0.4026			
November	0.5458	0.5109	0.4739	0.4746	0.5488	0.3183	0.3793	0.3834			
December	0.5935	0.5190	0.4879	0.4932	0.6281	0.3199	0.3759	0.3908			

Total Gas Cost Adjustment (\$/therm)
Rate Schedules 421 and 425

MONTH	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
January		0.5759	0.5421	0.5319	0.5736	0.6172	0.3462	0.4103	0.3927		
February		0.6049	0.5295	0.5398	0.5902	0.5751	0.3579	0.4207	0.4289		
March		0.5764	0.5186	0.5272	0.6290	0.5954	0.2861	0.4205	0.4348		
April		0.5823	0.3954	0.5534	0.5609	0.4391	0.2408	0.4281	0.3816		
May		0.5835	0.3235	0.5684	0.5737	0.3910	0.2938	0.5054	0.4401		
June		0.5720	0.3427	0.5126	0.5344	0.4929	0.3807	0.5820	0.5438		
July		0.5819	0.3221	0.4654	0.5396	0.4442	0.4499	0.5773	0.5450		
August		0.5745	0.3787	0.4515	0.4463	0.4846	0.4612	0.5720	0.5558		
September		0.5260	0.3508	0.4315	0.5057	0.3924	0.4327	0.4892	0.4198		
October		0.5132	0.4224	0.4969	0.5277	0.3329	0.4077	0.4157			
November	0.5082	0.5372	0.5301	0.5236	0.5736	0.3543	0.4051	0.4176			
December	0.5884	0.5676	0.5496	0.5379	0.6536	0.3546	0.4095	0.4195			

Total Gas Cost Adjustment (\$/therm)

Rate Schedule 443 (FDTs) - With the approval of Cause No. 44081 on March 15, 2012,
Rate 443 (FDTs) was eliminated as of March 31, 2012.

MONTH	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
January		0.0712	0.0916	NA	NA	NA	NA	NA	NA		
February		0.0652	0.0844	NA	NA	NA	NA	NA	NA		
March		0.0852	0.0869	NA	NA	NA	NA	NA	NA		
April		0.0804	NA	NA	NA	NA	NA	NA	NA		
May		0.0748	NA	NA	NA	NA	NA	NA	NA		
June		0.0736	NA	NA	NA	NA	NA	NA	NA		
July		0.0759	NA	NA	NA	NA	NA	NA	NA		
August		0.0753	NA	NA	NA	NA	NA	NA	NA		
September		0.0766	NA	NA	NA	NA	NA	NA	NA		
October		0.0852	NA	NA	NA	NA	NA	NA			
November	0.0382	0.0871	NA	NA	NA	NA	NA	NA			
December	0.0704	0.0861	NA	NA	NA	NA	NA	NA			

**NORTHERN INDIANA PUBLIC SERVICE COMPANY
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Rider 480: Supplier Choice Delivery Service - Other Gas Cost Charge Year 1 (\$/therm)
Rate Schedules 411 and 415

MONTH	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
January		0.0411	0.0249	0.0061	(0.0088)	0.0674	(0.0323)	0.0092	0.0103		
February		0.0440	0.0249	0.0071	(0.0090)	0.0627	(0.0314)	0.0092	0.0103		
March		0.0895	0.0186	0.0205	(0.0026)	0.0782	(0.0680)	0.0077	0.0135		
April		0.0890	0.0188	0.0203	(0.0025)	0.0759	(0.0683)	0.0077	0.0135		
May		0.0856	0.0194	0.0204	(0.0020)	0.0760	(0.0700)	0.0077	0.0137		
June		0.0241	(0.0049)	0.0193	0.0732	(0.0075)	(0.0416)	0.0031	0.0111		
July		0.0246	(0.0059)	0.0191	0.0733	(0.0077)	(0.0424)	0.0009	0.0110		
August		0.0243	(0.0056)	0.0191	0.0734	(0.0076)	(0.0431)	0.0028	0.0110		
September		0.0230	(0.0011)	0.0091	0.0606	(0.0234)	0.0056	0.0149	(0.0037)		
October		0.0227	(0.0014)	0.0067	0.0607	(0.0237)	0.0056	0.0148			
November	0.0629	0.0226	0.0016	0.0067	0.0601	(0.0237)	0.0056	0.0148			
December	0.0408	0.0244	0.0072	(0.0082)	0.0665	(0.0328)	0.0092	0.0104			

Rider 480: Supplier Choice Delivery Service - Other Gas Cost Charge Year 1 (\$/therm)
Rate Schedules 421 and 425

MONTH	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
January		0.0365	0.0515	0.0466	0.0115	0.0606	(0.0187)	0.0189	0.0144		
February		0.0385	0.0495	0.0462	0.0115	0.0527	(0.0164)	0.0188	0.0155		
March		0.0547	0.0595	0.0563	0.0219	0.0708	(0.0629)	0.0175	0.0175		
April		0.0557	0.0599	0.0561	0.0165	0.0673	(0.0645)	0.0174	0.0174		
May		0.0569	0.0645	0.0535	0.0107	0.0790	(0.0632)	0.0170	0.0175		
June		0.0349	0.0306	0.0472	0.0612	(0.0104)	(0.0247)	0.0105	0.0123		
July		0.0346	0.0264	0.0480	0.0608	(0.0106)	(0.0320)	0.0083	0.0124		
August		0.0319	0.0318	0.0472	0.0583	(0.0099)	(0.0258)	0.0102	0.0119		
September		0.0506	0.0428	0.0232	0.0691	(0.0232)	0.0127	0.0246	(0.0057)		
October		0.0502	0.0376	0.0246	0.0510	(0.0165)	0.0126	0.0245			
November	0.0235	0.0501	0.0357	0.0317	0.0579	(0.0095)	0.0126	0.0244			
December	0.0343	0.0608	0.0459	0.0117	0.0657	(0.0198)	0.0195	0.0149			

Rider 481: Price Protection Service - Interstate Pipeline Transportation and Storage Charge (\$/therm)
Rate Schedules 411 and 415

MONTH	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
January		0.0863	0.0928	0.0923	0.0818	0.0813	0.0412	0.0431	0.0437		
February		0.0863	0.0928	0.0923	0.0818	0.0813	0.0481	0.0543	0.0525		
March		0.0873	0.0924	0.0837	0.0809	0.0808	0.0612	0.0651	0.0664		
April		0.0873	0.0924	0.0837	0.0809	0.0808	0.0874	0.0892	0.0865		
May		0.0873	0.0924	0.0837	0.0809	0.0808	0.1634	0.1661	0.1591		
June		0.0877	0.0929	0.0846	0.0824	0.3133	0.3070	0.3191	0.3097		
July		0.0968	0.0929	0.0846	0.0824	0.3317	0.3226	0.3476	0.3429		
August		0.0968	0.0929	0.0846	0.0824	0.3258	0.3598	0.3475	0.3413		
September		0.0933	0.0941	0.0818	0.0823	0.2658	0.2753	0.2971	0.2886		
October		0.0933	0.0941	0.0818	0.0823	0.1163	0.1199	0.1291			
November	0.0859	0.0933	0.0941	0.0818	0.0823	0.0736	0.0771	0.0816			
December	0.0863	0.0928	0.0923	0.0818	0.0813	0.0473	0.0499	0.0515			

**NORTHERN INDIANA PUBLIC SERVICE COMPANY
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**Rider 481: Price Protection Service Other Gas Cost Charge Year 1 (\$/therm)
Rate Schedules 411 and 415**

MONTH	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
January		0.0428	0.0266	0.0078	(0.0073)	0.0690	(0.0314)	0.0102	0.0112		
February		0.0457	0.0267	0.0089	(0.0074)	0.0644	(0.0302)	0.0105	0.0115		
March		0.0913	0.0205	0.0223	(0.0009)	0.0799	(0.0666)	0.0092	0.0150		
April		0.0910	0.0209	0.0223	(0.0006)	0.0779	(0.0663)	0.0098	0.0155		
May		0.0881	0.0221	0.0229	0.0005	0.0786	(0.0663)	0.0115	0.0173		
June		0.0272	(0.0013)	0.0226	0.0767	(0.0006)	(0.0348)	0.0103	0.0180		
July		0.0279	(0.0024)	0.0225	0.0769	(0.0005)	(0.0353)	0.0087	0.0186		
August		0.0277	(0.0020)	0.0225	0.0771	(0.0004)	(0.0352)	0.0106	0.0186		
September		0.0257	0.0022	0.0120	0.0637	(0.0176)	0.0115	0.0213	0.0025		
October		0.0249	0.0010	0.0088	0.0628	(0.0211)	0.0082	0.0177			
November	0.0647	0.0247	0.0037	0.0085	0.0619	(0.0220)	0.0074	0.0167			
December	0.0425	0.0262	0.0090	(0.0067)	0.0681	(0.0317)	0.0104	0.0115			

**Rider 481: Price Protection Service Other Gas Cost Charge Year 2 & After (\$/therm)
Rate Schedules 411 and 415**

MONTH	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
January		(0.0029)	(0.0063)	0.0109	(0.0054)	(0.0152)	(0.0181)	0.0053	0.0052		
February		(0.0030)	(0.0063)	0.0107	(0.0052)	(0.0143)	(0.0172)	0.0056	0.0055		
March		0.0043	(0.0064)	0.0150	(0.0052)	(0.0148)	(0.0230)	0.0090	0.0014		
April		0.0047	(0.0063)	0.0155	(0.0055)	(0.0137)	(0.0225)	0.0096	0.0019		
May		0.0058	(0.0055)	0.0161	(0.0049)	(0.0131)	(0.0215)	0.0113	0.0036		
June		0.0019	(0.0008)	0.0129	(0.0148)	(0.0040)	0.0037	0.0127	0.0044		
July		0.0021	(0.0011)	0.0132	(0.0147)	(0.0039)	0.0040	0.0134	0.0051		
August		0.0020	(0.0009)	0.0132	(0.0146)	(0.0038)	0.0048	0.0134	0.0051		
September		(0.0066)	0.0062	(0.0015)	(0.0143)	(0.0011)	0.0107	0.0118	(0.0018)		
October		(0.0070)	0.0053	(0.0029)	(0.0150)	(0.0044)	0.0074	0.0082			
November	(0.0063)	(0.0072)	0.0054	(0.0033)	(0.0151)	(0.0054)	0.0066	0.0072			
December	(0.0028)	(0.0059)	0.0104	(0.0056)	(0.0150)	(0.0181)	0.0055	0.0054			

**Rider 481: Price Protection Service - Interstate Pipeline Transportation and Storage Charge (\$/therm)
Rate Schedules 421 and 425**

MONTH	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
January		0.0877	0.1047	0.1149	0.1062	0.1072	0.0604	0.0620	0.0621		
February		0.0877	0.1047	0.1149	0.1062	0.1072	0.0673	0.0741	0.0750		
March		0.0882	0.1041	0.1028	0.1054	0.1060	0.0836	0.0884	0.0951		
April		0.0882	0.1041	0.1028	0.1054	0.1060	0.1165	0.1226	0.1227		
May		0.0882	0.1041	0.1028	0.1054	0.1060	0.2001	0.2255	0.2119		
June		0.0884	0.1021	0.1036	0.1073	0.3096	0.3039	0.3591	0.3453		
July		0.0958	0.1021	0.1036	0.1073	0.2835	0.3110	0.3838	0.3589		
August		0.0958	0.1021	0.1036	0.1073	0.3162	0.3516	0.3850	0.3833		
September		0.0922	0.1158	0.1055	0.1089	0.2128	0.2245	0.2654	0.2240		
October		0.0922	0.1158	0.1055	0.1089	0.1175	0.1186	0.1325			
November	0.0877	0.0922	0.1158	0.1055	0.1089	0.0952	0.0956	0.1059			
December	0.0877	0.1047	0.1149	0.1062	0.1072	0.0687	0.0729	0.0752			

**NORTHERN INDIANA PUBLIC SERVICE COMPANY
IURC APPROVED GAS RATE ADJUSTMENTS**

**Rider 481: Price Protection Service - Other Gas Cost Charge Year 1 (\$/therm)
Rate Schedules 421 and 425**

MONTH	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
January		0.0381	0.0534	0.0487	0.0134	0.0625	(0.0175)	0.0201	0.0157		
February		0.0403	0.0515	0.0484	0.0135	0.0547	(0.0150)	0.0203	0.0171		
March		0.0566	0.0616	0.0583	0.0241	0.0729	(0.0612)	0.0193	0.0194		
April		0.0577	0.0622	0.0583	0.0189	0.0696	(0.0620)	0.0199	0.0199		
May		0.0594	0.0674	0.0563	0.0136	0.0819	(0.0590)	0.0217	0.0219		
June		0.0380	0.0343	0.0508	0.0651	(0.0035)	(0.0179)	0.0182	0.0197		
July		0.0379	0.0300	0.0518	0.0648	(0.0041)	(0.0250)	0.0167	0.0202		
August		0.0353	0.0355	0.0509	0.0624	(0.0029)	(0.0180)	0.0185	0.0201		
September		0.0533	0.0464	0.0264	0.0726	(0.0183)	0.0178	0.0305	(0.0005)		
October		0.0523	0.0403	0.0270	0.0535	(0.0139)	0.0152	0.0274			
November	0.0253	0.0521	0.0381	0.0338	0.0601	(0.0076)	0.0146	0.0266			
December	0.0360	0.0629	0.0481	0.0136	0.0676	(0.0183)	0.0210	0.0165			

**Rider 481: Price Protection Service - Other Gas Cost Charge Year 2 and After (\$/therm)
Rate Schedules 421 and 425**

MONTH	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
January		0.0154	0.0255	0.0393	0.0069	(0.0185)	(0.0213)	0.0099	0.0042		
February		0.0164	0.0248	0.0392	0.0070	(0.0167)	(0.0204)	0.0102	0.0049		
March		0.0271	0.0272	0.0409	0.0042	(0.0187)	(0.0236)	0.0126	(0.0010)		
April		0.0275	0.0275	0.0400	0.0037	(0.0166)	(0.0235)	0.0134	(0.0005)		
May		0.0281	0.0290	0.0355	0.0034	(0.0224)	(0.0212)	0.0159	0.0014		
June		0.0357	0.0259	0.0267	(0.0135)	(0.0115)	0.0070	0.0175	(0.0004)		
July		0.0339	0.0230	0.0304	(0.0134)	(0.0120)	0.0064	0.0183	(0.0001)		
August		0.0345	0.0265	0.0269	(0.0130)	(0.0111)	0.0079	0.0182	0.0003		
September		0.0265	0.0370	0.0080	(0.0127)	(0.0078)	0.0131	0.0151	(0.0107)		
October		0.0253	0.0334	0.0085	(0.0148)	(0.0082)	0.0105	0.0121			
November	0.0103	0.0250	0.0322	0.0122	(0.0181)	(0.0068)	0.0100	0.0112			
December	0.0145	0.0292	0.0392	0.0070	(0.0195)	(0.0221)	0.0104	0.0047			