

The Peoples Gas, Light and Coke Company
Adjustment For Revenue Increase Impact on Net Operating Loss
For the Test Year Ending December 31, 2013
(In Thousands)

Line (A)	Description (B)	Year End Rate Base including 2012 NOL Amount (C)	Final Order Average Rate Base including 2012 NOL Amount (D)	Corrected Average Rate Base including 2012 NOL Amount (D)	Source (E)
1	Net Operating Loss Deferred Tax Asset per Company Surrebuttal	\$ 66,341	\$ 52,469	\$ 52,469	NS-PGL Ex. 43.5 P, p. 1, cols. [C] and [D], line 7
2	Effect of Revenue Increase*	<u>(20,598)</u>	<u>(20,598)</u>	<u>(9,690)</u>	CORRECTED ACC 1.02, p. 1, col. (j) line 20 * 50%. See PGL ACC 1.03 Attach 01, p2
3	Net Operating Loss Deferred Tax Asset per Staff	\$ 45,743	\$ 31,871	<u>42,779</u>	Line 1 + line 2 See Note (1)
4	Adjustment to Rate Base- Deferred Tax Asset at Year End	<u>\$ (20,598)</u>			Line 2
5	Adjustment to Rate Base- Deferred Tax Asset at Average		<u>\$ (34,470)</u>	<u>\$ (9,690)</u>	Line 3 col. (D) - line (1) col. [C]
Note (1)		Final Order Corrected			
	PGL Surrebuttal - Year End Rate Base 2013	66,341	Line 1, col (C)		
	Final Order Average RB Adjustment	<u>\$ (13,872)</u>	Line 1, col (D) minus Line 1, col (C)		
	Final Order NOL Converted to Ave RB	\$ 52,469	Line 1, col (D)		
	Final Order Adj for Increase in FIT - current due to Rate Increase	\$ -			
	Average Adj for Increase in FIT - current - due to Rate Increase	<u>(9,690)</u>	Corrected line 5, col (D)		
	Final Order NOL with Average RB and including Impact of Rate Increase	<u>\$ 42,779</u>	Corrected line 3, col (D). See PGL ACC 1.03 Attach 01, p2		

KEY: GREEN-proposed changes to Final Order Appendices
ORANGE-changed due to derivative impact