

November 19, 2010

Tony Cusati  
Director of Regulatory Affairs  
Interstate Gas Supply Energy  
6100 Emerald Parkway  
Dublin, OH 43016

Dear Mr. Cusati:

This letter serves as notification that Peoples Natural Gas Company does not require Interstate Gas Supply Energy to provide a security or credit enhancement. A security or credit enhancement is not required because Interstate Gas Supply Energy is not currently operating and has no immediate plans to operate a Non-Priority One Pool or a Priority One Pool on the Peoples Natural Gas system. However, if in the future Interstate Gas Supply Energy desires to establish a Non-Priority One Pool or a Priority One Pool on the Peoples Natural Gas Company system, it may be required to establish a security or credit enhancement based on the terms set forth under Paragraphs 6 and 7 of the Rules and Regulations of The Peoples Natural Gas Company Supplier Tariff.

If you have any questions feel free to contact me at 412-244-2617.

Sincerely,



Lynda W. Petrichevich  
Manager, Pricing and Regulatory Affairs  
Peoples Natural Gas Company LLC