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July 13, 2011

VIA HAND-DELIVERY

Rosemary Chiavetta, Secretary Pennsylvania Public Utility Commission Commonwealth Keystone Building 400 North Street, 2nd Floor North P.O. Box 3265 Harrisburg, PA 17105-3265 2011 JUL 13 AH IO: 11
SECRETARY'S BUREAU

RE:

Pennsylvania Public Utility Commission, et al. v. Philadelphia Gas Works; COLLABORATIVE PROCESS re ALTERNATIVE SUPPLIER of LAST RESORT; Docket No. R-2008-2073938

Dear Secretary Chiavetta:

On April 13, 2011 the Pennsylvania Public Utility Commission ("Commission") issued a Secretarial Letter ("Secretarial Letter") addressing the collaborative process that was initiated to determine whether the Philadelphia Gas Works ("PGW") should continue in the supplier of last resort ("SOLR") function. The Secretarial Letter outlined a process for litigation of those issues before the Commission that would be available to the suppliers as a way of moving forward. In its April 13 Secretarial Letter, the Commission requested that the suppliers inform the Commission by May 13, 2011 of their interest in proceeding before the Commission using the process discussed in the Secretarial Letter.

By a letter dated May 13, 2011, Dominion Retail, Inc. and Interstate Gas Supply, Inc. requested that the Commission grant them an additional sixty days to notify the Commission of their intent to participate in the formal proceedings because they had been engaged in fruitful settlement negotiations with PGW seeking to narrow or resolve the issues raised by the Secretarial Letter.

By Secretarial Letter dated May 25, 2011, based upon the requests of both Dominion Retail, Inc. and Interstate Gas Supply, Inc. and counsel for Direct Energy and Hess, the Commission granted an additional sixty days.

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The purpose of this letter is to request a further sixty-day period to allow negotiations to continue. The parties have made progress and we believe that an additional sixty days should allow them to complete that process, if such a result is possible. If you have any questions please do not hesitate to contact the undersigned counsel.

Todd S. Stewart

Counsel for Dominion Retail, Inc. and Interstate Gas Supply, Inc.

TSS/san

CERTIFICATE OF SERVICE

I hereby certify that I have this day served a true copy of the foregoing document upon the parties, listed below, in accordance with the requirements of §1.54 (relating to service by a party).

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Todd S. S Counsel for Interstate Gas Supply, Inc.

and Dominion Retail, Inc.

Dated this 13th day of July 2011