

Deanne M. O'Dell
717.255.3744
dodell@eckertseamans.com

October 19, 2010

Via Hand Delivery

Rosemary Chiavetta, Secretary
PA Public Utility Commission
PO Box 3265
Harrisburg, PA 17105-3265

Re: Application of KOREnergy, Ltd. For an EGS License
Docket No. A-2010-XXXXXXX

Dear Secretary Chiavetta:

On behalf of KOREnergy, Ltd. ("KOREnergy"), enclosed are the original and three copies of its application for approval to offer, render, furnish or supply consulting services to the public in the Commonwealth of Pennsylvania with respect to the purchase of electricity and related services. Also enclosed is one electronic copy on a CD-ROM disk, and a check in the amount of \$350 for payment of the application fee.

Please note that application responses containing confidential information are marked "Confidential" and furnished separately under seal along with the original application. One response containing confidential information is Attachment C in response to question number 19A regarding Applicant's financial fitness. The Tax Certification Statement in response to question number 15 is also designated confidential. KOREnergy is not subject to public reporting requirements with respect to its financial information, except to the extent required by federal, state and local taxing authorities, and its tax information is not public. KOREnergy also does not publish or otherwise make available for use by the general public or its competitors its financial or tax information. Accordingly, KOREnergy respectfully requests the Commission to maintain the information stated above as confidential.

Please forward a Docket Number to my attention as soon as possible so we can publish the legal notices as required by the PUC's regulations. Proof of legal notice will be forwarded under separate cover as available.

PA PUC
SECRETARY'S BUREAU

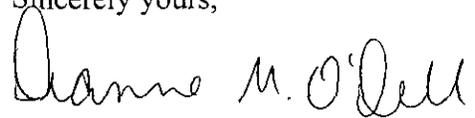
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Rosemary Chiavetta
October 19, 2010
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If you have any questions or require additional information, please feel free to contact me at your convenience.

Sincerely yours,

A handwritten signature in cursive script that reads "Deanne M. O'Dell". The signature is written in black ink and is positioned above the typed name.

Deanne M. O'Dell, Esq.

DMO/lww

Enclosures

cc: Certificate of Service (w/enc.)

BEFORE THE
PENNSYLVANIA PUBLIC UTILITY COMMISSION

PA PUC
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Application of KOREnergy, Ltd : Docket No. A-2010-_____

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CERTIFICATE OF SERVICE

I hereby certify that this day I served a copy of the foregoing Application on the persons listed below in the manner indicated in accordance with the requirements of 52 Pa. Code Section 1.54.

VIA FIRST CLASS MAIL

Irwin A. Popowsky, Esquire
Office of Consumer Advocate
555 Walnut Street
5th Floor, Forum Place
Harrisburg, PA 17101

Department of Revenue
Bureau of Compliance
Commonwealth of Pennsylvania
Harrisburg, PA 17128-0946

Office of Attorney General
Bureau of Consumer Protection
Strawberry Squire, 14th Floor
Harrisburg, PA 17120

Candace Gilman
Executive Assistant
PA Government Affairs
First Energy
800 North Third Street, Suite 100
Harrisburg, PA 17102-2025

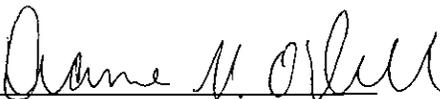
William R. Lloyd, Jr., Esquire
Office of Small Business Advocate
Commerce Bldg., Suite 1102
300 North Second Street
Harrisburg, PA 17101

Paul E. Russell
Associate General Counsel
PPL
Two North Ninth Street
Allentown, PA 18108-1179

Frank M. Nadolny
General Manager of Regulatory Affairs
Duquesne Light Company
411 Seventh Street
Pittsburgh, PA 15230-1930

John L. Munsch, Esquire
Allegheny Power
800 Cabin Hill Drive
Greensburg, PA 15601-1689

Bradley Bingaman, Esquire
FirstEnergy
2800 Pottsville Pike
Reading, PA 19612


Deanne M. O'Dell, Esquire

Date: October 19, 2010

BEFORE THE PENNSYLVANIA PUBLIC UTILITY COMMISSION

Application of **KOREnergy, Ltd**, d/b/a _____, for approval to offer, render, furnish, or supply electricity or electric generation services as a(n) **broker/marketer** to the public in the Commonwealth of Pennsylvania.

To the Pennsylvania Public Utility Commission:

1. **IDENTITY OF THE APPLICANT:** The name, address, telephone number, and FAX number of the Applicant are:

KOREnergy, Ltd.
PO Box 148
Sunbury, Ohio 43074
PH: (740) 964-3216 FX: (740) 927- 9827

Please identify any predecessor(s) of the Applicant and provide other names under which the Applicant has operated within the preceding five (5) years, including name, address, and telephone number.

Not Applicable

2. a. **CONTACT PERSON:** The name, title, address, telephone number, and FAX number of the person to whom questions about this Application should be addressed are:

Robert J. Korandovich, President KOREnergy, Ltd.
PO Box 148
Sunbury, Ohio 43074
PH: (740) 964-3216 FX: (740) 927- 9827

- b. **CONTACT PERSON-PENNSYLVANIA EMERGENCY MANAGEMENT AGENCY:** The name, title, address telephone number and FAX number of the person with whom contact should be made by PEMA:

Robert J. Korandovich, President KOREnergy, Ltd.
PO Box 148
Sunbury, Ohio 43074
PH: (740) 964-3216 FX: (740) 927- 9827

- 3.a. **ATTORNEY:** If applicable, the name, address, telephone number, and FAX number of the Applicant's attorney are:

Deanne M. O'Dell, Esquire
Eckert Seamans Cherin & Mellott, LLC
213 Market Street, 8th Floor
Harrisburg, PA 17101
(717) 255-3744 (phone)
(717) 237-6019 (fax)
dodell@eckertseamans.com

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- b. REGISTERED AGENT: If the Applicant does not maintain a principal office in the Commonwealth, the required name, address, telephone number and FAX number of the Applicant's Registered Agent in the Commonwealth are:

F&P Holdings
1700 N. Highland Rd., Ste. 402
Upper St. Clair, PA 15241

4. **FICTITIOUS NAME:** (select and complete appropriate statement)

The Applicant will be using a fictitious name or doing business as ("d/b/a"):

Attach to the Application a copy of the Applicant's filing with the Commonwealth's Department of State pursuant to 54 Pa. C.S. §311, Form PA-953.

or

X The Applicant will not be using a fictitious name.

5. **BUSINESS ENTITY AND DEPARTMENT OF STATE FILINGS:** (select and complete appropriate statement)

The Applicant is a sole proprietor.

If the Applicant is located outside the Commonwealth, provide proof of compliance with 15 Pa. C.S. §4124 relating to Department of State filing requirements.

or

X The Applicant is a:

- domestic general partnership (*)
- domestic limited partnership (15 Pa. C.S. §8511)
- foreign general or limited partnership (15 Pa. C.S. §4124)
- domestic limited liability partnership (15 Pa. C.S. §8201)
- foreign limited liability general partnership (15 Pa. C.S. §8211)
- foreign limited liability limited partnership (15 Pa. C.S. §8211)

Provide proof of compliance with appropriate Department of State filing requirements as indicated above.

Give name, d/b/a, and address of partners. If any partner is not an individual, identify the business nature of the partner entity and identify its partners or officers.

- * If a corporate partner in the Applicant's domestic partnership is not domiciled in Pennsylvania, attach a copy of the Applicant's Department of State filing pursuant to 15 Pa. C.S. §4124.

or

X The Applicant is a :

- domestic corporation (none)
 foreign corporation (15 Pa. C.S. §4124)
 domestic limited liability company (15 Pa. C.S. §8913)
 foreign limited liability company (15 Pa. C.S. §8981)
 Other _____

Provide proof of compliance with appropriate Department of State filing requirements as indicated above. Additionally, provide a copy of the Applicant's Articles of Incorporation.

Please see Attachment A.

Give name and address of officers.

Robert J. Korandovich, President KOREnergy, Ltd.
PO Box 148
Sunbury, Ohio 43074
PH: (740) 964-3216 FX: (740) 927- 9827

The Applicant is incorporated in the state of Ohio.

6. **AFFILIATES AND PREDECESSORS WITHIN PENNSYLVANIA:** (select and complete appropriate statement)

- Affiliate(s) of the Applicant doing business in Pennsylvania are:

Give name and address of the affiliate(s) and state whether the affiliate(s) are jurisdictional public utilities.

- If the Applicant or an affiliate has a predecessor who has done business within Pennsylvania, give name and address of the predecessor(s) and state whether the predecessor(s) were jurisdictional public utilities.

or

- X The Applicant has no affiliates doing business in Pennsylvania or predecessors which have done business in Pennsylvania.

7. **APPLICANT'S PRESENT OPERATIONS:** (select and complete the appropriate statement)

- X The Applicant is presently doing business in Pennsylvania as a

- vertically-integrated provider of generation, transmission, and distribution services.
 municipal electric corporation providing service outside its municipal limits.
 electric cooperative
 local gas distribution company
 nonintegrated provider of electric generation, transmission or distribution services.
X **Other.** (Identify the nature of service being rendered.)

Applicant is a Curtailment Service Provider as a Member of PJM Interconnection, LLC

or

- The Applicant is not presently doing business in Pennsylvania.

8. **APPLICANT'S PROPOSED OPERATIONS:** The Applicant proposes to operate as a:

- Generator and supplier of electric power.
 Municipal generator and supplier of electric power.
 Electric Cooperative and supplier of electric power
 Broker/Marketer engaged in the business of supplying electricity.
 Aggregator engaged in the business of supplying electricity
X **Other (Describe):**

Applicant intends to provide consultant services for the purchasing of competitive electricity to some of its Demand Response clients.

9. **PROPOSED SERVICES:** Generally describe the electric services or the electric generation services which the Applicant proposes to offer.

Applicant intends to provide consultant services for the purchasing of competitive electricity to some of its Demand Response clients.

10. **SERVICE AREA:** Generally describe the geographic area in which Applicant proposes to offer services.

Applicant proposes to operate in the service territories of PPL Electric Utilities, Inc., Pennsylvania Electric Co., Allegheny Power, and Duquesne Light Co.

11. **CUSTOMERS:** Applicant proposes to initially provide services to:

- Residential Customers
- Commercial Customers - (25 kW and Under)
- Commercial Customers - (Over 25 kW)**
- Industrial Customers**
- Governmental Customers
- All of above
- Other (Describe):

12. **FERC FILING:** Applicant has:

- Filed an Application with the Federal Energy Regulatory Commission to be a Power Marketer.
- Received approval from FERC to be a Power Marketer at Docket or Case Number _____.
- Not applicable**

13. **START DATE:** The Applicant proposes to begin delivering services on: **as soon as authority is received.** (approximate date).

14. **NOTICE:** Pursuant to Section 5.14 of the Commission's Regulations, 52 Pa. Code §5.14, serve a copy of the signed and verified Application with attachments on the following:

Irwin A. Popowsky
Office of Consumer Advocate
5th Floor, Forum Place
555 Walnut Street
Harrisburg, PA 17120

Office of the Attorney General
Bureau of Consumer Protection
Strawberry Square, 14th Floor
Harrisburg, PA 17120

William R. Lloyd, Jr.
Commerce Building, Suite 1102
Small Business Advocate
300 North Second Street
Harrisburg, PA 17101

Commonwealth of Pennsylvania
Department of Revenue
Bureau of Compliance
Harrisburg, PA 17128-0946

Any of the following Electric Distribution Companies through whose transmission and distribution facilities the applicant intends to supply customers:

Gary A. Jack, Assistant General Counsel
Duquesne Light Company
411 Seventh Street, MD 16-4
Pittsburgh, PA 15219

John P. Litz, Division Controller
UGI Utilities, Inc.
Electric Division
400 Stewart Road
P.O. Box 3200
Hanover Industrial Estates
Wilkes-Barre, PA 18773-3200

(Metropolitan Edison Company or Pennsylvania Electric Company)
Blaine W. Uplinger, Jr., Director of Governmental and Regulatory Affairs
FirstEnergy
100 APC Building
800 North third Street
Harrisburg, PA 17102-2025

Paul E. Russell, Associate
General Counsel
PPL
Two North Ninth Street
Allentown, PA 18108-1179

Carol C. Reilly, Manager, Energy Acquisition
PECO Energy Company
2301 Market Street
Philadelphia, PA 19101-8699
215.841.4512
carol.reilly@peco-energy.com

Stephen L. Feld, Attorney
Pennsylvania Power Company
First Energy Corporation
76 South Main Street
Akron, OH 44308

John L. Munsch, Attorney
Allegheny Power
800 Cabin Hill Drive
Greensburg, PA 15601-1689

Pursuant to Sections 1.57 and 1.58 of the Commission's Regulations, 52 Pa. Code §§1.57 and 1.58, attach Proof of Service of the Application and attachments upon the above named parties. Upon review of the Application, further notice may be required pursuant to Section 5.14 of the Commission's Regulations, 52 Pa. Code §5.14.

15. **TAXATION:** Complete the TAX CERTIFICATION STATEMENT attached as Appendix B to this application.

16. **COMPLIANCE:** State specifically whether the Applicant, an affiliate, a predecessor of either, or a person identified in this Application has been convicted of a crime involving fraud or similar activity. Identify all proceedings, by name, subject and citation; dealing with business operations, in the last five (5) years, whether before an administrative body or in a judicial forum, in which the Applicant, an affiliate, a predecessor of either, or a person identified herein has been a defendant or a respondent. Provide a statement as to the resolution or present status of any such proceedings.

No such convictions and no such proceedings.

17. **STANDARDS, BILLING PRACTICES, TERMS AND CONDITIONS OF PROVIDING SERVICE AND CONSUMER EDUCATION:** Electricity should be priced in clearly stated terms to the extent possible. Common definitions should be used. All consumer contracts or sales agreements should be written in plain language with any exclusions, exceptions, add-ons, package offers, limited time offers or other deadlines prominently communicated. Penalties and procedures for ending contracts should be clearly communicated.

a. **Contacts for Consumer Service and Complaints:** Provide the name, title, address, telephone number and FAX number of the person and an alternate person responsible for addressing customer complaints. These persons will ordinarily be the initial point(s) of contact for resolving complaints filed with Applicant, the Electric Distribution Company, the Pennsylvania Public Utility Commission or other agencies.

b. Provide a copy of all standard forms or contracts that you use, or propose to use, for service provided to residential customers.

c. If proposing to serve Residential and/or Small Commercial (under 25 kW) customers, provide a disclosure statement. A sample disclosure statement is provided as Appendix C to this Application.

Non of our services are applicable to the questions above.

18. **BONDING:** In accordance with 66 PA. C.S. Section 2809(C) (1)(I), the Applicant is:

Furnishing a copy of initial bond , letter of credit or proof of bonding to the Commission in the amount of \$250,000.

Furnishing proof of other initial security for Commission approval, to ensure financial responsibility.

Filing for a modification to the \$250,000 and furnishing a copy of an initial bond, letter of credit or proof of bonding to the Commission for the amount of \$10,000. Applicant is required to provide information supporting an amount less than \$250,000.

A copy of Applicant's license bond is attached hereto as Attachment B

The applicant requests a reduction in the security requirement. Applicant will not hold title to electricity commodity or bill customers for electricity. Applicant will not be a cooperative. Applicant will advise on purchasing decisions only and therefore requests this reduction.

KOREnergy's request for a reduced security requirement is consistent with the Commission's approval of licenses for other EGSs that provide such services under the similar circumstances. License Application of Chrislynn Energy Services, Inc. for Approval to Offer, Render, Furnish or Supply Electricity or Electric Generation Services as a Consultant, Docket No. A-2009-2108640 (August 4, 2009); License Application of Premier Power Solutions, LLC for Approval to Offer, Render, Furnish or Supply Electricity or Electric Generation Services as a Consultant, Docket No. A-110170 (July 26, 2006); License Application of Co-eXprise, Inc. for Approval to Offer, Render, Furnish or Supply Electricity or Electric Generation Services as a Consultant of Electricity Supply Services, Docket No. A-110166 (January 20, 2006); Pennsylvania Public Utility Commission v. Energy Management Resources of Missouri, Inc., Docket No. A-110101 (August 7, 2003); and Pennsylvania Public Utility Commission v. Affiliated Power Purchasers, Inc., Inc., Docket No. A-110041 (January 10, 2002).

KOREnergy understands that this reduced bonding level is contingent upon the its business model as described in its application, and that if KOREnergy takes title to generation supply for clients or charges retail customers directly for generation supply, a \$10,000 level of bonding may not be appropriate. Therefore, KOREnergy understands that it must notify the Commission prior to a change in its business model that includes KOREnergy taking title to generation supply or billing retail customers directly for generation supply to provide the Commission with an opportunity to review and adjust KOREnergy's approved bonding level prior to KOREnergy implementing those changes.

At the conclusion of Applicant's first year of operation it is the intention of the Commission to tie security bonds to a percentage of Applicant's gross receipts resulting from the sale of generated electricity consumed in Pennsylvania. The amount of the security bond will be reviewed and adjusted on an annual basis.

19. FINANCIAL FITNESS:

A. Applicant shall provide sufficient information to demonstrate financial fitness commensurate with the service proposed to be provided. Examples of such information which may be submitted include the following:

- Actual (or proposed) organizational structure including parent, affiliated or subsidiary companies.
- Published parent company financial and credit information.
- Applicant's balance sheet and income statement for the most recent fiscal year. Published financial information such as 10K's and 10Q's may be provided, if available.
- Evidence of Applicant's credit rating. Applicant may provide a copy of its Dun and Bradstreet Credit Report and Robert Morris and Associates financial form or other independent financial service reports.
- A description of the types and amounts of insurance carried by Applicant which are specifically intended to provide for or support its financial fitness to perform its obligations as a licensee.
- Audited financial statements
- Such other information that demonstrates Applicant's financial fitness.

Applicant's financial fitness is demonstrated in CONFIDENTIAL Attachment C.

B. Applicant must provide the following information:

- Identify Applicant's chief officers including names and their professional resumes.

**Robert J. Korandovich, President KOREnergy, Ltd.
PO Box 148 Sunbury, Ohio 43074
PH: (740) 964-3216 FX: (740) 927- 9827**

See Attachment D which is the resume of Robert J. Korandovich

- Provide the name, title, address, telephone number and FAX number of Applicant's custodian for its accounting records.

**Robert J. Korandovich, President KOREnergy, Ltd.
PO Box 148 Sunbury, Ohio 43074
PH: (740) 964-3216 FX: (740) 927- 9827**

20. TECHNICAL FITNESS: To ensure that the present quality and availability of service provided by electric utilities does not deteriorate, the Applicant shall provide sufficient information to demonstrate technical fitness commensurate with the service proposed to be provided. Examples of such information which may be submitted include the following:

- The identity of the Applicant's officers directly responsible for operations, including names and their professional resumes.

Robert J. Korandovich, President KOREnergy, Ltd.
PO Box 148
Sunbury, Ohio 43074
PH: (740) 964-3216 FX: (740) 927- 9827

See Attachment D.

- Proposed staffing and employee training commitments
- Business plans

KOREnergy provides demand response services to industrial and large commercial endusers in the Midwest and Appalachian Basin, as a Member of PJM Interconnection LLC. With the advent of retail electricity competition, KOREnergy is positioned to assist its customers with assessing their energy needs and assisting them in reviewing and considering competitive offers.

- Documentation of membership in ECAR, MAAC or other regional reliability councils shall be submitted if applicable to the scope and nature of the applicant's proposed services.

Not applicable.

- An affidavit stating that you will adhere to the reliability protocols of the North American Electric Reliability Council, the appropriate regional reliability council(s), and the Commission, and that you agree to comply with the operational requirements of the control area(s) within which you provide retail service.

Not applicable.

21. **TRANSFER OF LICENSE:** The Applicant understands that if it plans to transfer its license to another entity, it is required to request authority from the Commission for permission prior to transferring the license. See 66 Pa. C.S. Section 2809(D). Transferee will be required to file the appropriate licensing application.

22. **ASSESSMENT:** The Applicant acknowledges that Title 66, Chapter 5, Section 510 grants to the Commission the right to make assessments to recover regulatory expenses and that as a supplier of electricity or an electric generation supplier it will be assessed under that section of the Pennsylvania Code. The Applicant also acknowledges that the continuation of its license as a supplier of electricity or an electric generation supplier will be dependent upon the payment of all prior years assessments.

Not applicable – *Delmarva Power & Light Company et al. v. Commonwealth of Pennsylvania and Pennsylvania Public Utility Commission, 870 A.2d 901 (Pa. 2005)*

23. **UNIFORM STANDARDS OF CONDUCT AND DISCLOSURE:** As a condition of receiving a license, Applicant agrees to conform to any Uniform Standards of Conduct and Disclosure as set forth by the Commission.

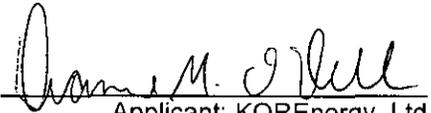
24. **REPORTING REQUIREMENTS:** Applicant agrees to provide the following information to the Commission or the Department of Revenue, as appropriate: **Not applicable.**

- a. **Reports of Gross Receipts:** Applicant shall report its Pennsylvania intrastate gross receipts to the Commission on a quarterly and year to date basis no later than 30 days following the end of the quarter.
- b. The Treasurer or other appropriate officer of Applicant shall transmit to the Department of Revenue by March 15, an annual report, and under oath or affirmation, of the amount of gross receipts received by Applicant during the prior calendar year.
- c. Applicant shall report to the Commission the following information on an annual basis:

- the percentages of total electricity supplied by each fuel source

Applicant will be required to meet periodic reporting requirements as may be issued by the Commission to fulfill the Commission's duty under Chapter 28 pertaining to reliability and to inform the Governor and Legislature of the progress of the transition to a fully competitive electric market.

25. **FURTHER DEVELOPMENTS:** Applicant is under a continuing obligation to amend its application if substantial changes occur in the information upon which the Commission relied in approving the original filing.
26. **FALSIFICATION:** The Applicant understands that the making of false statement(s) herein may be grounds for denying the Application or, if later discovered, for revoking any authority granted pursuant to the Application. This Application is subject to 18 Pa. C.S. §§4903 and 4904, relating to perjury and falsification in official matters.
27. **FEE:** The Applicant has enclosed the required initial licensing fee of \$350.00 payable to the Commonwealth of Pennsylvania.



Applicant: KOREnergy, Ltd
By: Deanne M. O'Dell
Title: Attorney for Applicant

AFFIDAVIT

[Commonwealth/State] of OHIO :

ss.

County of _____ :

Robert J. Korandovich Affiant, being duly [sworn/affirmed] according to law, deposes and s that:

He/she is the President (Office of Affiant) of KOREnergy (Name of Applicant);]

[That he/she is authorized to and does make this affidavit for said Applicant;]

That KOREnergy, the Applicant herein, acknowledges that [Applicant] may have obligations pursuant to this Application consistent with the Public Utility Code of the Commonwealth of Pennsylvania, Title 66 of the Pennsylvania Consolidated Statutes; or with other applicable statutes or regulations including Emergency Orders which may be issued verbally or in writing during any emergency situations that may unexpectedly develop from time to time in the course of doing business in Pennsylvania.

That KOREnergy, the Applicant herein, asserts that [he/she/it] possesses the requisite technical, managerial, and financial fitness to render electric service within the Commonwealth of Pennsylvania and that the Applicant will abide by all applicable federal and state laws and regulations and by the decisions of the Pennsylvania Public Utility Commission.

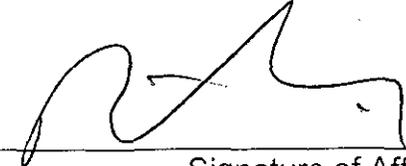
That KOREnergy, the Applicant herein, certifies to the Commission that it is subject to , will pay, and in the past has paid, the full amount of taxes imposed by Articles II and XI of the Act of March 4, 1971 (P.L. 6, No. 2), known as the Tax Reform Act of 1971 and any tax imposed by Chapter 28 of Title 66. The Applicant acknowledges that failure to pay such taxes or otherwise comply with the taxation requirements of Chapter 28, shall be cause for the Commission to revoke the license of the Applicant. The Applicant acknowledges that it shall report to the Commission its jurisdictional Gross Receipts and power sales for ultimate consumption, for the previous year or as otherwise required by the Commission. The Applicant also acknowledges that it is subject to 66 Pa. C.S. §506 (relating to the inspection of facilities and records).

As provided by 66 Pa. C.S. §2810 (C)(6)(iv), Applicant, by filing of this application waives confidentiality with respect to its state tax information in the possession of the Department of Revenue, regardless of the source of the information, and shall consent to the Department of Revenue providing that information to the Pennsylvania Public Utility Commission.

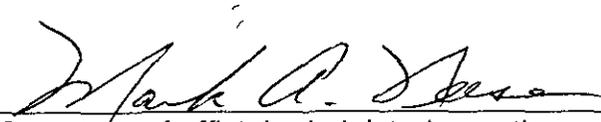
That KOREnergy, the Applicant herein, acknowledges that it has a statutory obligation to conform with 66 Pa. C.S. §506, §2807 (C), §2807(D)(2), §2809(B) and the standards and billing practices of 52 PA. Code Chapter 56.

That the Applicant agrees to provide all consumer education materials and information in a timely manner as requested by the Bureau of Public Liaison or other Commission bureaus. Materials and information requested may be analyzed by the Commission to meet obligations under applicable sections of the law.

That the facts above set forth are true and correct/true and correct to the best of his/her knowledge, information, and belief.


Signature of Affiant Robert J. Korandovich
President KOREnergy, Ltd.

Sworn and subscribed before me this 13th day of Oct., ~~19~~ 2010.


Signature of official administering oath

My commission expires Aug 28, 2011.

Mark A. Neese
Notary Public
State of Ohio
My Commission Expires
August 28, 2011

AFFIDAVIT

[Commonwealth/State] of OHIO :

ss.

County of _____ :

Robert J. Korandovich Affiant, being duly [sworn/affirmed] according to law, deposes and says that:

[He/she is the President (Office of Affiant) of KOREnergy (Name of Applicant);]

[That he/she is authorized to and does make this affidavit for said Applicant;]

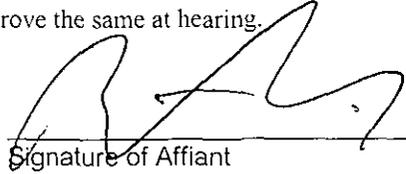
That the Applicant herein KOREnergy has the burden of producing information and supporting documentation demonstrating its technical and financial fitness to be licensed as an electric generation supplier pursuant to 66 Pa. C.S. § 2809 (B).

That the Applicant herein KOREnergy has answered the questions on the application correctly, truthfully, and completely and provided supporting documentation as required.

That the Applicant herein KOREnergy acknowledges that it is under a duty to update information provided in answer to questions on this application and contained in supporting documents.

That the Applicant herein KOREnergy acknowledges that it is under a duty to supplement information provided in answer to questions on this application and contained in supporting documents as requested by the Commission.

That the facts above set forth are true and correct to the best of his/her knowledge, information, and belief, and that he/she expects said Applicant to be able to prove the same at hearing.



Signature of Affiant

Robert J. Korandovich
President, KOREnergy, Ltd.

Sworn and subscribed before me this 13th day of Oct., 2010.



Signature of official administering oath

Mark A. Neese
Notary Public
State of Ohio
My Commission Expires
August 28, 2011

My commission expires Aug. 28, 2011.



Prescribed by
J. Kenneth Blackwell, Secretary of State
30 East Broad Street, 14th Floor
Columbus, Ohio 43266-0418
Form LCA (July 1994)

Approved _____
Date _____
Fee \$85.00

RECEIVED

SEP 15 1999

J. KENNETH BLACKWELL
SECRETARY OF STATE

ARTICLES OF ORGANIZATION

(Under Section 1705.04 of the Ohio Revised Code)
Limited Liability Company

The undersigned, desiring to form a limited liability company, under Chapter 1705 of the Ohio Revised Code, do hereby state the following:

FIRST: The name of said limited liability company shall be _____

KOREnergy, Ltd.

(the name must include the words "limited liability company", "limited", "Ltd" or "Ltd.")

SECOND: This limited liability company shall exist for a period of time as set
forth in its operating agreement.

THIRD: The address to which interested persons may direct requests for copies of any operating agreement and any bylaws of this limited liability company is:

3555 Copthorne Drive
(street or post office box)

Galena, Ohio 43021
(city, village or township) (state) (zip code)

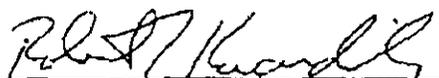
Please check this box if additional provisions are attached hereto

Provisions attached hereto are incorporated herein and made a part of these articles of organization.

RECEIVED
2010 OCT 19 PM 3:05
PA PUC
SECRETARY'S BUREAU

FOURTH: Purpose (optional)

IN WITNESS WHEREOF we have hereunto subscribed our names this 3rd day of
September, 19 99

Signed: 
By: Robert J. Korandovich
Its: President

(If insufficient space for all signatures, please attach a separate sheet containing additional signatures)

INSTRUCTIONS

1. The fee for filing Articles of Organization for a limited liability company is \$85.00.
2. Articles will be returned unless accompanied by a written appointment of agent signed by all or a majority of the members of the limited liability company which must include a written acceptance of the appointment by the named agent.
3. Any other provisions that are from the operating agreement or that are not inconsistent with applicable Ohio law and that the members elect to set out in the articles for the regulation of the affairs of the limited liability company may be attached.

[Ohio Revised Code Section 1705.04]



Prescribed by
J. Kenneth Blackwell, Secretary of State
30 East Broad Street, 14th Floor
Columbus, Ohio 43266-0418
Form LCO (July 1994)

ORIGINAL APPOINTMENT OF AGENT
(for limited liability company)

The undersigned, being at least a majority of the members of _____
KOREnergy, Ltd., hereby appoint
(name of limited liability company)

Robert J. Korandovich to be the agent
(name of agent)

upon whom any process, notice or demand required or permitted by statute to be served upon the limited liability company may be served. The complete address of the agent is:

3555 Gopthorne Drive
(street address)

Galena, Ohio 43021
(city, village or township) Note: P.O. Box addresses are not acceptable (zip code)

(member) Robert J. Korandovich (member)

(member) (member)

(If insufficient space for all signatures, please attach a separate sheet containing additional signatures)

ACCEPTANCE OF APPOINTMENT

The undersigned, named herein as the statutory agent for _____

KOREnergy, Ltd., hereby acknowledges and accepts the
(name of limited liability company)
appointment of agent for said limited liability company.

Agent's Signature

INSTRUCTIONS

- Articles of organization must be accompanied by an original appointment of agent R.C. 1705.06(B).
- The agent for a limited liability company must be an individual who is a resident of Ohio, an Ohio corporation, or a foreign corporation holding an Ohio license as a foreign corporation. R.C. 1705.06(A)
- An original appointment of agent form must be signed by at least a majority of the members of the limited liability company. R.C. 1705.06(B)



BIO - Robert J. Korandovich

Mr. Korandovich brings knowledge acquired from over 20 years of retail energy experience, with a focus on industrial and commercial customers throughout North America and the United Kingdom.

Mr. Korandovich is President and owner of KOREnergy, Ltd., a privately held business providing demand response services to industrial and large commercial endusers in the Midwest and Appalachian Basin, as a Member of PJM Interconnection LLC.

Prior to KOREnergy, Mr. Korandovich spent 7 years as a member of the senior leadership team at NewEnergy, Inc., a subsidiary of AES Corp and then Constellation Energy Group. During this period, NewEnergy grew to become the largest retail supplier of electricity in North America, supplying 17,000 MW's of power to commercial, industrial and institutional clients.

During his tenure at NewEnergy, Mr. Korandovich held 3 key management positions.

Beginning in 2000, Mr. Korandovich as Vice President of the ECAR Region (Ohio & Michigan), successfully led the opening of the company's Ohio office in July 2000 followed by the opening of its Michigan office in April 2003. Over the course of 5 years, these businesses grew to over 1,000 MW's and \$200+ million in revenue. In both states, NewEnergy was the leading competitive retail electric supplier.

Next in 2007, Mr. Korandovich headed the Merger and Acquisition team at NewEnergy. During his tenure, numerous privately-held retail energy companies were acquired, most notably a \$20 million transaction to purchase Alliance Energy and Fellon-McCord & Associates, the largest regional, retail natural gas supplier in the United States. Mr. Korandovich also did consider due diligence in the areas of demand response and sustainable energy.

In his final position at NewEnergy, Mr. Korandovich was a senior member of a small team focused on the development of a demand response business and the integration of efficiency technologies and applications that help customers better manage energy usage. After collaborating on the financial and organizational plan, he was then involved with their implementation. Mr. Korandovich then took over commercial responsibilities for managing the execution of demand response offerings for commercial and industrial customers in ERCOT and California.

Before joining AES NewEnergy in 2000, Mr. Korandovich owned KOREnergy Ltd., which provided natural gas consultation services to industrial energy customers in markets throughout the Ohio and Appalachian Basin. Earlier in his career, he held executive management positions as president, director and shareholder of Volunteer Energy Corporation, one of the largest independent natural gas marketers in North America and the United Kingdom. Mr. Korandovich also worked 9 years (final 2.5 years as president) at Clinton Gas Marketing, Inc., one of the largest natural gas producers (2,000+ wells) in the Appalachian Basin.

Mr. Korandovich has been actively involved during his career with a diverse set of energy-focused organizations, including the National Energy Marketers Association, where he once served as Midwest Regional Chair, and the Ohio Oil and Gas Association. Further, Mr. Korandovich has testified in competitive energy cases before the Ohio Public Utility Commission and has negotiated on behalf of many industrial customers' open access transportation rights and rates with several local utility distribution companies. He has also been a featured speaker at various regional and national seminars.

A 1997 graduate from Youngstown State University, Mr. Korandovich earned a bachelor's degree in business administration. While at Youngstown, he played Division I-AA football for Coaches Bill Narduzzi and Jim Tressel.

Contact Information:

Bob Korandovich
President

KOREnergy, Ltd.
Ph. 740.964.3216
korenergy@insight.rr.com