

November 19, 2010

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

<u>RE:</u> Docket No. A-125051 Update and Amendment to the Initial Application for Natural Gas Supply Services to the Public for Interstate Gas Supply, Inc., dba IGS Energy (IGS)

Dear Secretary Chiavetta:

In response to the letter issued to IGS on November 9, 2010 by Paul Diskin, Manager – Energy, Bureau of Fixed Utility Services please be advised of the following:

- Interstate Gas Supply, Inc. has on this date provided to Peoples Natural Gas Company LLC (Peoples) a copy of our original license application, accompanied by all updates that are on file with the Commission at the above mentioned docket.
- Interstate Gas Supply, Inc. is in receipt of a notice from Peoples Natural Gas Company LLC, dated October 28, 2010, advising us of the amount of required credit enhancement needed in order to become an approved supplier on their system. IGS is currently in discussions and negotiations with Peoples regarding the amount of credit enhancement requested in an attempt to settle on an amount that would be mutually acceptable to both parties. Upon resolution IGS will forward to the Commission the required documentation from Peoples supporting the final determination.

Thank you for your assistance in this matter, and please contact me if any additional information is required.

Yours sincerely, INTERSTATE GAS SUPPLY, INC., dba IGS ENERGY

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Anthony Cusati, III Director of Regulatory Affairs Eastern Division



I, Anthony Cusati, III, hereby state that the facts above set forth are true and correct (or are true and correct to the best of my knowledge, information and belief) and that I expect to be able to prove the same at a hearing held in this matter. I understand that the statements herein are made subject to the penalties of 18 Pa. C.S. § 4904 (relating to unsworn falsification to authorities.)

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