



VIA FEDERAL EXPRESS

June 30, 2011

Pennsylvania Public Utility Commission
Attention: Ms. Rosemary Chiavetta, Secretary
Keystone Building, 400 North Street
2nd Floor, Room N201
Harrisburg, PA 17120

Re: U.S. Gas & Electric, Inc. d/b/a Pennsylvania Gas & Electric ("USG&E")
Amendment to Natural Gas Supplier Application
Docket No.: A-2009-2121686

Dear Ms. Chiavetta:

In regards to the above-referenced matter, which was submitted to the Pennsylvania Public Utility Commission on May 24, 2011, enclosed herewith is a copy of correspondence received from PECO Energy regarding financial obligations of USG&E.

Please do not hesitate to contact me at (305) 947-7880, extension 4409, or at mmann@usgande.com if you should have any questions regarding the enclosed.

Sincerely,

Michelle Mann
Compliance Paralegal

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SECRETARY'S BUREAU

Enclosure:

- cc: Irwin A. Popowsky, Office of Consumer Advocate (w/enclosure)
- Office of the Attorney General, Bureau of Consumer Protection (w/enclosure)
- William R. Lloyd, Jr., Small Business Advocate (w/enclosure)
- Commonwealth of Pennsylvania, Department of Revenue (w/enclosure)



An Exelon Company

June 30, 2011
PECO - Exelon Corporation
Energy Acquisition
2301 Market Street
Philadelphia, PA. 19101

Jessica Alabastro
Compliance Assistant
U.S. Gas & Electric, Inc.
290 N.W. 165th Street, PH5
North Miami Beach, FL 33169

Energy Acquisition is providing this notification letter that U.S. Gas & Electric, Incorporated has met the creditworthiness business requirement involved with the Pennsylvania Gas Choice - Low Volume Transportation program, pursuant to the receipt of an initial Surety of \$35,000.00 Guaranty. The Surety may be submitted to PECO via three acceptable forms; a Cash Deposit, a Letter of Credit, or a Surety bond. PECO will hold any surety to cover potential obligations to PECO and other system costs that could result from failure of a Supplier to meet its competitive Natural Gas Supply service delivery obligations.

Please note, although the creditworthiness requirements were met, as referenced within Section 7.13 (Creditworthiness of a Natural Gas Supplier (NGS) Serving Low Volume Transportation Customers) of the Gas Service Tariff, PECO has the right to re-assess the creditworthiness of the company if PECO has any reason to suspect a change in the marketer's financial condition.

If you should have any questions regarding this matter, please contact the Electric & Gas Choice Hotline at 215-841-3700.

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SECRETARY'S BUREAU

Sincerely,

A handwritten signature in cursive script that reads "Carol Reilly".

Carol Reilly
Manager

Energy Acquisition

From: (305) 947-7880
 Millie J Folgado
 U.S. GAS and ELECTRIC, INC.
 290 NW 165TH ST, PH5
 N MIAMI BEACH, FL 33169

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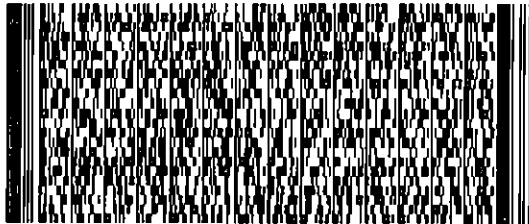


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