



RECEIVED

2129 Northwood Drive, First Floor
Salisbury, MD 21801
(800) 520-6685
Fax (410) 749-8769
E-mail info@appienergy.com
Website www.appienergy.com

2002 APR -1 AM 9: 31

PA PUC
SECRETARY'S BUREAU

March 27, 2002

Mr. James J. McNulty, Secretary
Pennsylvania Public Utility Commission
P.O. Box 3265
Harrisburg, Pa. 17105-3265

RE: Your File Number A-110041


Dear Mr. McNulty,

Enclosed please find the required Security Bond for our company in the amount of \$10,000 pursuant to 52 Pa. Code §54.40, and the Order of the Pennsylvania Public Utility Commission adopted on January 10, 2002, and entered on February 1, 2002.

If you have any questions or require additional information, please contact me by telephone at 1.410.749.5507, by electronic mail at mpayne@appienergy.com, or in writing at APPI, 2129 Northwood Drive, 1st Floor, Salisbury, Maryland 21801.

Thank you.

Sincerely,


Michael S. Payne
Vice President

DOCUMENT
FOLDER

Enclosure-Surety Bond

91

LICENSE BOND

Bond Number UB0267902

KNOW ALL MEN BY THESE PRESENT THAT Affiliated Power Purchasers International LLC as Principal, and Universal Bonding Insurance Company of Lyndhurst, NJ, as Surety, are firmly bound unto Pennsylvania Public Utility Commission, as obligee, in the penal sum of Ten Thousand Dollars (\$10,000.00), lawful money of the United States of America for the payment of which, well and truly to be made, we bind ourselves, our heirs, executors and administrators, successors and assigns, jointly, severally, and firmly by these presents.

SIGNED, SEALED AND DATE THIS 19TH DAY OF FEBRUARY 2002.

THE CONDITION OF THIS OBLIGATION IS SUCH, that Whereas the Affiliated Power Purchasers International, LLC has made application for a license to the Obligee to offer, render, furnish or supply electricity or electric generation services to the public.

NOW THEREFORE, the condition of this obligation is such that the Affiliated Power Purchasers International, LLC must act in accordance with Section 2809(c)(1)(i) of the Public Utility Code, 66Pa.C.S.2809 (c)(1)(i), to assure compliance with applicable provisions of the Public Utility Code, 66 PA. C.S. 101, et seq., and the rules and regulation of the Pennsylvania Public Utility Commission by the Affiliated Power Purchasers International, LLC as a licensed electric generation supplier; to ensure the payment of Gross Receipts Tax as required by Section 2810 of the Public Utility Code, 66 Pa. C.S. 2810; and to ensure the supply of electricity at retail in accordance with contracts, agreements or arrangement. Payment of claims shall have the following priority. (I) The Commonwealth of Pennsylvania; (II) Electric Distribution Companies for the reimbursement of Gross Receipts Tax; and (III) Private Individuals. Proceeds of the bond may not be used to pay any penalties or fine levied against the Principal for violation of the law, or for the payment of any other tax obligations owed to the Commonwealth of Pennsylvania.

NOW THEREFORE, if the Affiliated Power Purchasers International LLC shall, during the period commencing on the aforesaid date, faithfully observe and honestly comply with such rules, regulations and statutes that are applicable to an electric generation supplier licensed in Pennsylvania and fulfills its obligation to pay the Gross Receipts Tax to the Commonwealth, and to deliver electricity at retail in accordance with contracts, agreements and arrangements, require the execution of this bond, then this obligation shall become void and of no effect.

PROVIDED, the Surety may terminate its future liability under this Bond sixty (60) days after furnishing written notice of such intention to terminate. This termination shall not affect the liability of the Surety and the Principal for any liability incurred by the Principal prior to the effective date of such termination. Any claim under this bond must be instituted within three (3) months of the effective date of termination.

THIS BOND WILL EXPIRE February 19, 2003, but may be continued by continuation certificate signed by Affiliated Power Purchasers International, LLC and Universal Bonding Insurance Company. Universal Bonding Insurance Company may at any time terminate its liability by giving Sixty (60) days written notice of the Obligee, and Universal Bonding Insurance Company shall not be liable for any default after such sixty day (60) notice period, except for defaults occurring prior thereto.

DOCUMENT FOLDER

Affiliated Power Purchasers International LLC

[Signature]
Principal

Universal Bonding Insurance Company

By: *[Signature]*
Michael E. Schendel, Attorney-in-fact

ROCKETED

MAY 07 2002

Know All Men by These Presents:

That this Power of Attorney is not valid or in effect unless attached to the bond which it authorizes executed, but may be detached by the approving officer if desires.

That UNIVERSAL BONDING INSURANCE COMPANY, a New Jersey corporation (sometimes referred to as the "Company"), does hereby make, constitute and appoint

J. Russell Tyldesley, Michael E. Schendel, Arthur H. Jones, Catherine E. Warren & Anthony J. Pung in the City of Laurel in the State of Maryland

its true and lawful agent(s) and attorney(s)-in-fact, to make, execute, seal, and deliver during the period beginning with the date of issuance of this power and ending on the date specified below, unless sooner revoked for and on its behalf as surety, and as its act and deed:

ANY AND ALL BONDS AND UNDERTAKINGS PROVIDED THE AMOUNT OF NO ONE BOND OR UNDERTAKING EXCEEDS FIVE MILLION DOLLARS (\$5,000,000.00)

The acknowledgment and execution of such bond by the said Attorney-in-Fact shall be as binding upon the Company as if such bond had been executed and acknowledged by the regularly-elected officers of the Company.

All authority hereby conferred shall expire and terminate, without notice, unless used before midnight of JULY 31, 2002, but until such time shall be irrevocable and in full force and effect.

That UNIVERSAL BONDING INSURANCE COMPANY further certifies that the following is a true and exact copy of the Resolution adopted by the Board of Directors of Universal Bonding Insurance Company, and now in force, to-wit:

"All bonds, policies, undertakings, Powers of Attorney, or other obligations Universal Bonding Insurance Company (hereinafter referred to as "the Company") shall be executed in the corporate name of the Company by the President, Secretary, any Assistant Secretary, Treasurer, Vice President, or by such other officers as the Board of Directors may authorize. The President, any Vice President, Secretary and Assistant Secretary, or the Treasurer, may appoint Attorneys-in-Fact or Agents who shall have authority to issue bonds, policies, or undertakings in the name of the Company. The corporate seal is not necessary for the validity of any bonds, policies, undertakings, Powers of Attorney, or other obligations of the Company. The signature of any such officer and the corporate seal may be printed by facsimile."

(Blue shaded area above indicates authenticity)

The penal amount of the bond herein described may be increased if there is attached to this Power, written authority so authorizing in the form of an endorsement or letter signed by the President, Vice President, Assistant Vice President, Treasurer, Secretary or Assistant Secretary of the Universal Bonding Insurance Company specifically authorizing said increase.

IN WITNESS WHEREOF, the UNIVERSAL BONDING INSURANCE COMPANY has caused these presents to be executed by its President with its corporate seal affixed this 19th day of February, 2002.

UNIVERSAL BONDING INSURANCE COMPANY

By: Richard G. Adams, President

State of New Jersey }
County of Bergen }
SS

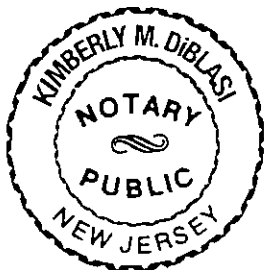
CERTIFICATE

I, the undersigned officer of UNIVERSAL BONDING INSURANCE COMPANY (the "Company"), a stock corporation of the State of New Jersey, do hereby certify that the attached Power of Attorney is in full force and effect and is irrevocable, except that the same shall terminate if not used, all as set forth above; and furthermore, that the Resolution of the Company as set forth in the Power of Attorney, is now in force. In testimony whereof, I have hereunto set my hand and the seal of UNIVERSAL BONDING INSURANCE COMPANY this 31st day of December, 1998.

By: Margaret A. Nicosia, Secretary

On this 31st day of December, 1998, before me, a Notary Public, personally appeared Richard G. Adams and Margaret A. Nicosia who being by me duly sworn, each acknowledged that they signed the above Power of Attorney as the President, and Secretary, respectively, of UNIVERSAL BONDING INSURANCE COMPANY and acknowledged said instrument to be the voluntary act and deed of said corporation.

Kimberly M. DiBlasi, Notary Public



KIMBERLY M. DiBLASI
NOTARY PUBLIC OF NEW JERSEY
MY COMMISSION EXPIRES MARCH 3, 2003

UNIVERSAL BONDING INSURANCE COMPANY

155 Village Boulevard
Suite 201
Princeton, NJ 08540-5743
Phone: 609-936-3123

RECEIVED

02 JUL 31 AM 8:41

July 23, 2002

DOCUMENT
FOLDER

PA PUBLIC UTILITY COMMISSION
PO BOX 3265
HARRISBURG, PA 17105-3265

BUREAU OF
FIXED UTILITY SERVICES

A 110041

RECEIVED
AUG
JUL 05 2002

RE: *AFFILIATED POWER PURCHASERS, INTERNATIONAL, L.L.C.* A PUBLIC UTILITY COMMISSION
Bond No: *UB-0267902*
Amount: *\$*****10,000.00*
Type:

SECRETARY'S BUREAU

To Whom It May Concern:

Please be advised that we hereby give you 60 days prior notice of cancellation of the above captioned bond in compliance with the terms and conditions of the aforementioned bond. Cancellation to be effective 60 days from the date of receipt of this notice. Please complete the lower portion of this notice returning same to the above address to confirm acceptance of cancellation.

Very truly yours,

Universal Bonding Insurance Company

Brenda Giacinto
Brenda Giacinto

The above addressee confirms cancellation of the above bond as of _____ (Date)

By: _____

Title: _____

Certified Mail Return Receipt Requested

7000 1670 0007 6977 9529

cc: CENTENNIAL SURETY ASSOCIATES
AFFILIATED POWER PURCHASERS, INTERNATIONAL, L.L.C.

RECEIVED
BUREAU OF
FIXED UTILITY SERVICES
2002 JUL 25 10:25 AM

DOCKETED
AUG 13 2002

BTL



2129 Northwood Drive, First Floor
Salisbury, MD 21801
(800) 520-6685
Fax (410) 749-8769
E-mail info@appienergy.com
Website www.appienergy.com

September 19, 2002

James McNulty
Secretary of the Public Utility Commission
Commonwealth Keystone Building
400 North Street
Harrisburg, PA 17120

DOCUMENT

RE: Electric Generation Supplier # A-110041

Dear Mr. McNulty,

Enclosed please find our renewed bond in the amount of \$10,000. Our previous bond was due to be cancelled by the underwriter. If you have any questions, please feel free to contact me at (410) 749-5182.

Thank you,

Cindy Zlakowski, CPA
Controller
Affiliated Power Purchasers International, LLC

RECEIVED
2002 SEP 23 AM 9:52
SECRETARY'S BUREAU

REP

78

KNOW ALL MEN BY THESE PRESENT THAT **Affiliated Power Purchasers International LLC** as Principal, and **National Grange Mutual Insurance Company** of Glen Allen, VA, as Surety, are firmly bound unto Pennsylvania Public Utility Commission, as obligee, in the penal sum of **Ten Thousand Dollars (\$10,000.00)**, lawful money of the United States of America for the payment of which, well and truly to be made, we bind ourselves, our heirs, executors and administrators, successors and assigns, jointly, severally, and firmly by these presents.

DOCUMENT

SIGNED, SEALED AND DATE THIS 30TH DAY OF AUGUST, 2002.

THE CONDITION OF THIS OBLIGATION IS SUCH, that Whereas the **Affiliated Power Purchasers International, LLC** has made application for a license to the Obligee to offer, render, furnish or supply electricity or electric generation services to the public.

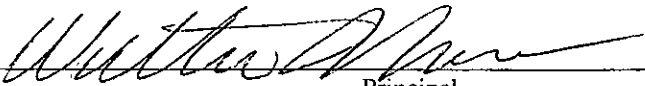
NOW THEREFORE, the condition of this obligation is such that the **Affiliated Power Purchasers International, LLC** must act in accordance with Section 2809(c)(1)(i) of the Public Utility Code, 66Pa.C.S.2809 (c)(1)(i), to assure compliance with applicable provisions of the Public Utility Code, 66 PA. C.S. 101, et seq., and the rules and regulation of the Pennsylvania Public Utility Commission by the **Affiliated Power Purchasers International, LLC** as a licensed electric generation supplier; to ensure the payment of Gross Receipts Tax as required by Section 2810 of the Public Utility Code, 66 Pa. C.S. 2810; and to ensure the supply of electricity at retail in accordance with contracts, agreements or arrangement. Payment of claims shall have the following priority. (I) The Commonwealth of Pennsylvania; (II) Electric Distribution Companies for the reimbursement of Gross Receipts Tax; and (III) Private Individuals. Proceeds of the bond may not be used to pay any penalties or fine levied against the Principal for violation of the law, or for the payment of any other tax obligations owed to the Commonwealth of Pennsylvania.

NOW THEREFORE, if the **Affiliated Power Purchasers International LLC** shall, during the period commencing on the aforesaid date, faithfully observe and honestly comply with such rules, regulations and statues that are applicable to an electric generation supplier licensed in Pennsylvania and fulfills its obligation to pay the Gross Receipts Tax to the Commonwealth, and to deliver electricity at retail in accordance with contracts, agreements and arrangements, require the execution of this bond, then this obligation shall become void and of no effect.

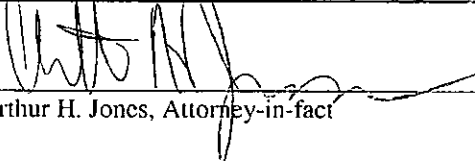
PROVIDED, the Surety may terminate its future liability under this Bond sixty (60) days after furnishing written notice of such intention to terminate. This termination shall not affect the liability of the Surety and the Principal for any liability incurred by the Principal prior to the effective date of such termination. Any claim under this bond must be instituted within three (3) months of the effective date of termination.

THIS BOND WILL EXPIRE August 30, 2003, but may be continued by continuation certificate signed by **Affiliated Power Purchasers International, LLC** and **Universal Bonding Insurance Company**. **Universal Bonding Insurance Company** may at any time terminate its liability by giving Sixty (60) days written notice of the Obligee, and **Universal Bonding Insurance Company** shall not be liable for any default after such sixty day (60) notice period, except for defaults occurring prior thereto.

Affiliated Power Purchasers International LLC


Principal

National Grange Mutual Insurance Company

By: 
Arthur H. Jones, Attorney-in-fact



NATIONAL GRANGE MUTUAL INSURANCE COMPANY

POWER OF ATTORNEY

KNOW ALL MEN BY THESE PRESENTS: That the National Grange Mutual Insurance Company, a New Hampshire corporation having its principal office in the City of Keene, State of New Hampshire, pursuant to Article V, Section 2 of the By-Laws of said Company, to wit:

"Section 2. The board of directors, the president, any vice president, secretary, or the treasurer shall have the power and authority to appoint attorneys-in-fact and to authorize them to execute on behalf of the company and affix the seal of the company thereto, bonds, recognizances, contracts of indemnity or writings obligatory in the nature of a bond, recognizance or conditional undertaking and to remove any such attorneys-in-fact at any time and revoke the power and authority given to them." Pursuant to said by-law does hereby make, constitute and appoint J RUSSELL TYLDESLEY, MICHAEL E SCHENDEL, ARTHUR H JONES.

its true and lawful Attorneys-in-fact, to make, execute, seal and deliver for and on its behalf, and as its act and deed, bonds, undertakings recognizances, contracts of indemnity, or other writings obligatory in the nature of a bond subject to the following limitation:

- 1. No one bond to exceed Five Million Dollars (\$5,000,000.00).

and to bind the National Grange Mutual Insurance Company thereby as fully and to the same extent as if such instruments were signed by the duly authorized officers of the National Grange Mutual Insurance Company, and all the acts of said Attorney are hereby ratified and confirmed.

This power of attorney is signed and sealed by facsimile under and by the authority of the following resolution adopted by the Directors of The National Grange Mutual Insurance Company at a meeting duly called and held on the 2nd day of December 1977.

Voted: That the signature of any officer authorized by the By-Laws and the company seal may be affixed by facsimile to any power of attorney or special power of attorney or certification of either given for the execution of any bond, undertaking, recognizance or other written obligation in the nature thereof; such signature and seal, when so used being hereby adopted by the company as the original signature of such office and the original seal of the company, to be valid and binding upon the company with the same force and effect as though manually affixed.

By execution of this Power of Attorney, National Grange Mutual Insurance Company does hereby revoke, rescind and declare null and void any previous Power of Attorney at any time previously furnished to the aforesaid individuals or agencies.

IN WITNESS WHEREOF, The National Grange Mutual Insurance Company has caused these presents to be signed by its Corporate Secretary and its corporate seal to be hereto affixed this 30TH day of November, 2001. THIS APPOINTMENT SHALL CEASE AND TERMINATE AUTOMATICALLY AS OF DECEMBER 31ST, 2005, unless sooner revoked as provided.

NATIONAL GRANGE MUTUAL INSURANCE COMPANY By: [Signature]

THIS POWER IS INVALID IF RED DIAGONAL IMPRINT " NATIONAL GRANGE MUTUAL INSURANCE COMPANY, KEENE, NEW HAMPSHIRE " IS NOT SHOWN IN ITS ENTIRETY.

State of New Hampshire, County of Cheshire

On this 30TH day of November, 2001, before the subscriber a Notary Public of the State of New Hampshire and for the County of Cheshire duly commissioned and qualified, came William C. McKenna of the National Grange Mutual Insurance Company, to me personally known to be the officer described herein, and who executed the preceding instrument, and he acknowledged the execution of same, and being by me fully sworn, deposed and said that he is an officer of said Company, aforesaid: that the seal affixed to the preceding instrument is the corporate seal of said Company, and the said corporate seal and his signature as officer were duly affixed and subscribed to the said instrument by the authority and direction of the said Company; that Article V, Section 2 of the By-Laws of said Company is now in force.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed by official seal at Keene, New Hampshire this 30TH day of November, 2001.

Notary Public

My Commission Expires: May 13, 2003

I Lyn E. Landry, Assistant Vice President of the National Grange Mutual Insurance Company, do hereby certify that the above and foregoing is a true and correct copy of a Power of Attorney executed by said Company which is still in force and effect.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the seal of said Company at Keene, New Hampshire, this 30th day of August, 2002

Assistant Vice President

68-N882.002

WARNING - Any unauthorized reproduction or alteration of this document is prohibited. This power is void unless seals are readable and the certification seal at the bottom is embossed. The diagonal imprint warning and confirmation must be in red ink.

CONFIRMATION Of validity of attached bond call NGLA at Keene 603-358 1339 Richmond 804-270-6611 ext 138. Syracuse 315-434-1410

ANNUAL REPORT

Electric Generation Sales (kWh) & Supply by Energy Source

(Based on Total Retail Sales in Pennsylvania)

Pursuant to 52 Pa. Code § 54.39(b) and 52 Pa. Code § 54.6, Affiliated Power Purchasers, Inc at
FIXED UTILITY SERVICES (Name of Company)

Salisbury, MD, reports the following electric generation attributes for the following calendar year:
 (City) (State)

Year	Coal (%)	Nuclear (%)	Oil (%)	Hydro-power (%)	Natural Gas (%)	Renewable (%)	TOTAL RETAIL SALES (kWh)
	NA	NA	NA	NA	NA	NA	

Detailed Break-down of Renewable Source by Technology (if any reported above)

See 52 Pa. Code § 54.39 (b)(4).

Technology	Percent of Total Renewable Energy Supplied	Actual Amount of Energy Supplied (Sales in kWh)
Solar Photovoltaic Energy		<div style="font-size: 2em; font-weight: bold; margin-bottom: 10px;">DOCKETED</div> <div style="font-size: 1.2em; font-weight: bold; margin-bottom: 10px;">MAY 28 2003</div> <div style="font-size: 3em; font-weight: bold; margin-bottom: 10px;">DOCUMENT</div>
Solar Thermal Energy		
Wind Power		
Low-Head Hydropower		
Geothermal Energy		
Landfill or Other Biomass-based Methane Gas		
Mine-based Methane Gas		
Energy from Waste		
Sustainable Biomass Energy		
Other (Name)		
Other (Name)		
Total Renewable Sources	*100%	

NOTE to the Consumer: Electricity is the product of a mix of generation energy sources that is delivered over a system of wires. This report reflects the estimated percent of total sales based on the primary fuel source used in the generation of electricity for customer end-use in the Commonwealth of Pennsylvania. Some generators may use a combination of fuel sources, such as oil and coal or oil and natural gas, which may be combined or used alternatively. In this instance, only the primary fuel source is reported. Data may also include negative sales for pumped storage hydroelectric operations, which could require the use of any fuel source except hydropower. If any supply source includes Distributed Generation or Combined Heat and Power, the applicable categories will be marked "DG" and/or "CHP." If net metering is deployed, an asterisk (*) appears within the applicable categories. Upon request by the consumer, electricity providers are required to provide information on generation energy sources, energy efficiency, environmental impacts or personal historical billing data.

NOTE to the Entity filing this report: Please review above "Note to the Consumer" for important information needed to adequately complete this form. Verification of the anticipated generation energy source, of the identifiable resources (if and when they have been "claimed") and the fact that energy characteristics were not sold more than once, shall be conducted by an independent auditor at the end of each calendar year and contained in this annual report to the Commission. If generation energy sources are not identifiable, the provider shall disclose this fact.

4

ANNUAL REPORT

**Electric Generation Sales (kWh) & Supply by Energy Source:
(Based on Total Retail Sales in Pennsylvania)**

Pursuant to 52 Pa. Code § 54.39(b) and 52 Pa. Code § 54.6, AFFILIATED POWER PURCHASER FINANCIALS
(Name of Company)

SALISBURY, MD, reports the following electric generation attributes for the following calendar year:
(City) (State)

Year	TOTAL RETAIL SALES (kWh)	Coal (%)	Nuclear (%)	Oil (%)	Hydro-power (%)	Natural Gas (%)	Renewable (%)
<u>2002</u>			<u>N/A</u>				

Detailed Break-down of Renewable Source by Technology (if any reported above)

See 52 Pa. Code § 54.39 (b)(4).

Technology	Percent Renewable Energy Supplied (%)	Total Renewable Energy Supplied (kWh)
Solar Photovoltaic Energy	DOCKETED MAY 29 2003 DOCUMENT	RECEIVED MAY 14 AM 11:07 F.A.P.U.C. SECRETARY'S BUREAU
Solar Thermal Energy		
Wind Power		
Low-Head Hydropower		
Geothermal Energy		
Landfill or Other Biomass-based Methane Gas		
Mine-based Methane Gas		
Energy from Waste		
Sustainable Biomass Energy		
Other (Name)		
Other (Name)		
Total Renewable Sources	*100%	

NOTE to the Consumer: Electricity is the product of a mix of generation energy sources that is delivered over a system of wires. This report reflects the estimated percent of total sales based on the primary fuel source used in the generation of electricity for customer end-use in the Commonwealth of Pennsylvania. Some generators may use a combination of fuel sources, such as oil and coal or oil and natural gas, which may be combined or used alternatively. In this instance, only the primary fuel source is reported. Data may also include negative sales for pumped storage hydroelectric operations, which could require the use of any fuel source except hydropower. If any supply source includes Distributed Generation or Combined Heat and Power, the applicable categories will be marked "DG" and/or "CHP." If net metering is deployed, an asterisk (*) appears within the applicable categories. Upon request by the consumer, electricity providers are required to provide information on generation energy sources, energy efficiency, environmental impacts or personal historical billing data.

NOTE to the Entity filing this report: Please review above "Note to the Consumer" for important information needed to adequately complete this form. Verification of the anticipated generation energy source, of the identifiable resources (if and when they have been "claimed") and the fact that energy characteristics were not sold more than once, shall be conducted by an independent auditor at the end of each calendar year and contained in this annual report to the Commission. If generation energy sources are not identifiable, the provider shall disclose this fact.

13



COMMONWEALTH OF PENNSYLVANIA
PENNSYLVANIA PUBLIC UTILITY COMMISSION
P.O. BOX 3265, HARRISBURG, PA 17105-3265

IN REPLY PLEASE
REFER TO OUR FILE

Docket No. A-110041

June 30, 2003

AFFILIATED POWER PURCHASERS INC
PO BOX 99
EDEN MD 21822-

ATTENTION: WALTER W MOORE

RE: License Bond or Other Financial Security

WR
DOCUMENT
FOLDER

Dear Mr. Moore:

Pursuant to 66 Pa. C.S. §2809(c), no electric supplier license shall remain in force unless the licensee furnishes a bond or other security approved by the Commission to ensure the financial responsibility of the electric generation supplier and the supply of electricity at retail. The Commission's records indicate that the bond or other approved security provided by Affiliated Power Purchasers Inc expires on 8/30/2003.

The Commission's regulations at 52 Pa. Code §54.40(d) require "the security level for each licensee will be reviewed annually and modified primarily based upon the licensee's reported annual gross receipts information. The security level will be 10% of the licensee's reported gross receipts." The minimum security level provided may not be less than the initial security level provided when the license was granted. Unless approved by the Commission, the initial security level is \$250,000.

The Commission's regulations at 52 Pa. Code §54.39(b) require a licensee to file an annual report on or before April 30 of each year, for the previous calendar year, in order to comply with 66 Pa. C.S. §2810(c)(6). This report discloses the total amount of gross receipts from the sale of electricity and the total amount of electricity sold during the preceding calendar year. You must use this same information in calculating the appropriate security level necessary to maintain your license.

In order for your company to maintain its status as a licensed electric supplier in the Commonwealth of Pennsylvania, it must provide proof to the Commission that a bond or other approved security has been obtained.

Your response in this matter is requested within fifteen (15) days of the date of this letter. Submit your response to the Commission's Secretary. Additionally, fax a copy of your response to James Shurskis at (717) 787-4750, Bureau of Fixed Utility Services.

DOCKETED
JUL 01 2003

Failure to respond to this matter within fifteen (15) days will cause Commission staff to initiate a formal proceeding, that may lead to the following: cancellation of your company's electric supplier license, removal of your information from the Commission's website and notification to all electric distribution companies, in which your company is licensed to do business, of the cancellation of the license.

Please direct any questions to James Shurskis at (717) 787-8763 or Darren Gill at (717) 783-5244, Bureau of Fixed Utility Services.

Sincerely,

A handwritten signature in black ink, appearing to read "Robert A. Rosenthal". The signature is fluid and cursive, with the first name being the most prominent.

Robert A. Rosenthal
Director, Bureau of Fixed Utility Services

cc: J. McNulty, Secretary



August 29, 2003

A-110041

PA Public Utility Commission
Attn: Commission Secretary
PO Box 3265
Harrisburg, PA 17105-3265

DOCUMENT
FOLDER

RE: Electric Generator Supplier License
Docket No:110041

Dear Sir/Madam:

Enclosed please find our Irrevocable Letter of Credit in the amount of \$10,000 from Peninsula Bank. If you have any questions, please feel free to contact me at (410) 749-5507.

Thank you,

Nympha Sison
Affiliated Power Purchasers Int'l., LLC

RECEIVED
03 SEP - 2 AM 9:40
PA.P.U.C.
SECRETARY'S BUREAU

??



PENINSULA BANK

IRREVOCABLE LETTER OF CREDIT

ISSUER: Peninsula Bank
110 West Main Street
Salisbury, Md. 21801

DATE OF ISSUE: August 28, 2003

LETTER OF CREDIT No.: 0831

BENEFICIARY:
Pennsylvania Public Utility Comm
P.O. Box 3265
Harrisburg, Pa. 17105-3265

APPLICANT:
Affiliated Power Purchasers Int. LLC.
2129 Northwood Drive
Salisbury, Md. 21801

AMOUNT: \$10,000

EXPIRY DATE: August 28, 2004

PROJECT: Electric Generator
Supplier License

RECEIVED
03 SEP -2 AM 9:40
PAY. U.C. BUREAU
SECRETARY'S BUREAU

DOCUMENT
FOLDER

To Whom It May Concern:

This Irrevocable Letter of Credit is issued in favor of the Pennsylvania Public Utility Commission, which is available by one or more sight drafts drawn on us accompanied by the following:

1. The Original of the Letter of Credit.
2. A written statement from the Beneficiary that the Applicant has not complied with the applicable provisions of the Public Utility Code, 66 Pa. C.S. 101, et seq and the rules and regulations of the Pennsylvania Public Utility Commission by the Applicant as a licensed electric generation supplier or the Applicant has not paid the Gross Receipts Tax as required by Section 2810 of the Public Utility Code Pa C.S. 2810 or the Applicant has not supplied electricity at retail in accordance with contracts, agreements or arrangements. Therefore, reimbursement is required in the amount up to \$10,000.00

The Letter of Credit is written in accordance with Section 2309 (c) (l) (l) of the Public Utility Code 66 Pa. C.S. 2909 (c) (l) (i) to assure compliance with applicable provisions of the Public Utility Code, 66 Pa. C.S. 101, et seq and the rules and regulations of the Pennsylvania Public Utility Commission by the Principal as a licensed electric generation supplier; to ensure the payment of Gross Receipts Tax as required by Section 2810 of the Public Utility Code, 66 Pa. C.S. 2810; and to ensure the supply of electricity at retail in accordance with contracts, agreements or arrangements. Payments made pursuant to this Letter of Credit shall ensure first to the benefit of the Commonwealth, and second, to any and all retail electric generation customers to whom Principal may be held

DOCKETED

SEP 16 2003

Pennsylvania Public Utility Commission
August 28, 2003
Page Two

legally liable for failure to supply electric generation pursuant to contract, agreements or arrangements. Any claims made by the Commonwealth shall have priority over claims made by private individuals. Proceeds of the bond may not be used to pay any penalties or fines levied against the Principal for violations of the law, or for payment of any other tax obligations owned to the Commonwealth.

This Letter of Credit sets forth the full terms of Issuer's obligation to Pennsylvania Public Utility Commission. It is separate from and shall not be subject to or supplemented or modified by any agreement which refers to this Letter of Credit or to which this Letter of Credit relates.

Except as otherwise stated, this Letter of Credit is governed by the Pennsylvania Uniform Commercial Code as is subject to the "Uniform Customs and Practice for Documentary Credits" (1983 Revision) International Chamber of Commerce Publication No 400. In case of conflict between the Pennsylvania Uniform Commercial Code and Uniform Customs and Practice for Documentary Credits, the Pennsylvania Uniform Commercial Code shall control.

We hereby agree with you that sight drafts drawn under this Letter of Credit will be honored in accordance with the terms and conditions stated herein provided the sight draft and required documents are presented to us at the above address within 60 days from the date of expiry. Payment of any draft drawn under this Letter of Credit is an amount less than the maximum amount available hereunder shall be recorded by us on the reverse side hereof and this Letter of Credit shall then be returned to you.

Peninsula Bank,



W. Trent Pusey
Branch Officer

March 31, 2004

SUBJECT: Cases Older Than Six Months

TO: James McNulty
Secretary

FROM: Bohdan R. Pankiw
Chief Counsel



Per Executive Director Smith's memo request of January 6, 2004, we have reviewed the list provided of the Law Bureau's assigned cases that are at least six months old. Attached is a list of cases that should be closed..

If you require anything further, please contact me.

cc: Law Bureau Mgmt. Team

Attachments

RECEIVED
MAY 11 2004

MAY 11 2004

MAY 11 2004

DOCUMENT

SEMI-ANNUAL REVIEW OF CASE BACKLOG LAW BUREAU CLOSED CASES (3/31/04)

DOCKETED
MAY 06 2004

DOCKET NO.	CASE NAME	FINAL STATUS
A-310308	Bel-Save, Inc.	7/21/00 Default order served to parties.
A-310340	Atcall, Inc.	10/31/00 Default order served to parties.
A-310444	Telscape, USA, Inc.	5/22/03 Certificate of public convenience revoked.
A-110041	Affiliated Power Purchasers, Inc. d/b/a APPI	1/9/02 Bonding reduction request granted.
A-310678	Lec-Link	7/9/99 Secretarial Letter to applicant returning request to cancel; must file application to abandon
A-310624	North American Telecomm Corp. t/a North Americom Corp.	8/2/01 Default order served to parties.
A-3103707F002	Echo Communications	8/2/01 Default order served to parties.
C-00981333	LBPS v. Able Co., Ltd., et al.	2/7/02 Law Bureau letter/petition to withdraw complaint - satisfied thru compliance or mootness.
C-00981581	LBPS v. Richard Hersberger, et al.	9/10/02 OAG memo w/attachments to Bur. of Administration approving \$995,000 writeoff.
A-310717	HJN Telecom, Inc.	4/29/03 Sec. Letter advising certificate of public convenience cancelled in error; reinstating certificate.
A-110080	Commodore Gas Co. t/a Commodore Electric	11/7/01 Letter from Commodore advising company no longer in business
A-00070883C9801	PUC, BTS v. Lincoln Coach Lines	6/13/00 FIS memo to Law forwarding information for review and action re fine \$6,950.00
A-310200F0002	Joint Application of Bell Atlantic and GTE	7/28/03 Verizon PA/Verizon N filed final svc quality tkg report for Jan - June 03 (proprietary)
A-310222F0002	<i>Joint Application of Bell Atlantic and GTE</i>	<i>7/28/03 Verizon PA/Verizon N filed final svc quality tkg report for Jan - June 03 (proprietary)</i>
A-310350F0002	Joint Application of Bell Atlantic and GTE	7/28/03 Verizon PA/Verizon N filed final svc quality tkg report for Jan - June 03 (proprietary)
A-110108	Econnergy, PA, Inc.	10/31/01 Bond filed and cased closed.

DOCKET NO.	CASE NAME	FINAL STATUS
C-00992294	LBPS v. Olwen Heights Water Service	11/16/99 LBPS filed certificate of satisfaction of complaint w/cert.
C-00992297	LBPS v. Montgomeryville Inc. Sewer Co.	11/16/99 LBPS filed certificate of satisfaction of complaint w/cert.
C-00992315	LBPS v. Allegheny Coin Co., Inc.	7/15/99 PUC Audits filed certificate of satisfaction of complaint w/cert.
C-00992317	LBPS v. American Business Alliance, Inc.	7/20/00 Recommendation adopted; certificates cancelled.
C-00992321	LBPS v. Business Telecomm. Systems, Inc.	10/31/00 Default order served to parties.
C-00992324	LBPS v. Citizens Utilities Co. of Pa.	7/21/00 Default order served to parties.
C-00992325	LBPS v. GSI Communications, Inc.	8/03/00 GSI Comm. no longer in business.
C-00992327	LBPS v. Host Network, Inc.	12/9/99 Default order served to parties.
C-00992328	LBPS v. Hotelco	12/9/99 Default order served to parties.
C-00992332	LBPS v. Minimum Rate Pricing, Inc.	7/20/00 Recommendation adopted, certificates cancelled.
C-00992337	LBPS v. Phonco, Inc.	7/20/00 Recommendation adopted, certificates cancelled.
C-00992338	LBPS v. Polar Comm. Corp.	
C-00992346	LBPS v. Value Tel, Inc.	4/23/99 Respondent filed answer to complaint w/copy of check for outstanding assessments.
C-00992347	LBPS v. VIP Telephone	4/21/99 Bureau of Audits filed certificate of satisfaction w/cert.
C-00992350	LBPS v. XIEX Telecomm.	7/20/00 Recommendation adopted, certificates cancelled.
C-00993036	PUC, OTS v. Ntegrity	4/4/03 Letter to Respondent pay \$400,500 fine in 15 days or certificate may be cancelled.
C-00003833	LBPS v. Rivercrest Sewer Co.	8/30/00 LBPS filed certificate of satisfaction w/ cert.
C-00003839	LBPS v. Minimum Rate Pricing	7/21/00 Default order served to parties.
C-00003840	LBPS v. MTC Telemanagement	7/21/00 Default order served to parties.
A-310700	Citizens Utilities Co., of Pa.	8/21/00 Letter from Citizens advising company no longer in business.
C-00004119	LBPS v. Coleman Enterprises	12/12/00 LBPS filed certificate of service w/cert.
C-00004122	LBPS v. OLS, Inc.	10/16/00 LBPS filed certificate of satisfaction of complaint w/cert.
C-00004134	LBPS v. Oakland Beach Water Co.	10/5/00 LBPS for Audits filed certificate of satisfaction w/cert.

DOCKET NO.	CASE NAME	FINAL STATUS
C-00004143	LBPS v. Telegroup, Inc.	12/20/99 Default order served to parties.
C-00004144	LBPS v. Business Telecomm Systems	10/25/00 Default order served to parties.
C-00004148	LBPS v. Palmerton Long Distance	10/5/00 LBPS for Audits filed certificate of satisfaction w/cert.
A-311011	Norcom Inc.	6/26/03 Recommendation adopted; certificate revoked.
C-00004548	LBPS v. V.I.P. Telephone Network, Inc.	12/9/99 Default order served to parties.
C-00004550	LBPS v. LDC Telecommunications	1/26/01 LBPS for Bureau of Administration filed certificate of satisfaction w/cert.
C-00004552	LBPS v. TTI National, Inc.	1/26/01 LBPS for Bureau of Administration filed certificate of satisfaction w/cert.
C-00004570	LBPS v. North American Telephone Network, Inc.	4/5/01 LBPS filed certificate of satisfaction of complaint.
C-00014679	LBPS v. Pepco Energy Service, Inc.	5/31/01 Default order served to parties.
C-00014687	LBPS v. L.D.C. Consultants	5/31/01 Default order served to parties.
C-00014700	LBPS v. Coleman Enterprises, Inc.	5/31/01 Default order served to parties.
C-00014701	LBPS v. XO Pennsylvania Co., II, Inc.	1/26/01 LBPS for Bureau of Administration filed certificate of satisfaction w/cert.
C-00014851	OCA v. Utility.com, Inc.	7/21/01 Secretarial Letter issued.
A-311062	Long Distance Billing Services	6/26/03 Recommendation adopted; certificate revoked.
C-00014923	LBPS v. Eaton Sewer & Water Co., Inc.	5/31/01 Default order served to parties.
C-00014928	LBPS v. Jefferson Est. Sewage Treatment	5/31/01 Default order served to parties.
C-00014930	LBPS v. Able Co., Ltd.	5/31/01 Default order served to parties.
C-00014935	LBPS v. East Fallowfield Utilities	5/31/01 Default order served to parties.
C-00014937	LBPS v. National Utilities, Inc.	5/31/01 Default order served to parties.
C-00014938	LBPS v. Eaton Sewer & Water Co., Inc.	5/31/01 Default order served to parties.
C-00014941	LBPS v. Chatwood Water Co.	5/31/01 Default order served to parties.
C-00014947	LBPS v. Somerset Water Co.	5/31/01 Default order served to parties.
C-00014956	LBPS v. Telecare, Inc.	5/31/01 Default order served to parties.
C-00014968	LBPS v. Hollidaysburg/Roaring Spring RR	3/14/01 LBPS filed Certificate of Satisfaction.
C-00014999	Lehigh Valley Restaurant Group v. Utility.com, Inc.	7/21/01 Default order served to parties.
C-00015084	LBPS v. Full Power Corp.	6/21/01 Default order served to parties.
C-00015090	LBPS v. American Energy Solutions, Inc.	7/13/01 License cancelled.
C-00015267	PECO Energy Co. v. Utility.com, Inc.	

DOCKET NO.	CASE NAME	FINAL STATUS
C-00015319	LBPS v. Healthgroup Telecomm.	5/31/01 Default order served to parties.
C-00015442	GPU Energy v. Utility.com, Inc.	
C-00015451	LBPS v. EZ Talk Comm.	1/16/01 LBPS filed praecipe to discontinue w/cert. of service.
A-311106	America's Digitil Sattelite Telephone	1/23/03 Rescission order entered.
C-00015567	LBPS v. Enterprise Marketing Svcs.	4/4/02 Default order served to parties.
C-00015577	LBPS v. Phonetel Technologies, Inc.	12/18/01 Certificate of Satisfaction issued.
C-20015734	LBPS v. Erbia Network, Inc.	4/4/02 Default order served to parties.
C-20015736	LBPS v. Atlantic Telephone Co., Inc.	4/4/02 Default order served to parties.
C-20015756	LBPS v. Barkeyville Gas Company	4/4/02 Default order served to parties.
C-20015757	LBPS v. Able Co., LTD	4/4/02 Default order served to parties.
C-20015758	LBPS v. Greenridge Oil Co.	4/4/02 Default order served to parties.
C-20015759	LBPS v. Herman Oil & Gas Co., Inc.	4/4/02 Default order served to parties.
C-20015764	LBPS v. James & Donna Dorwart	4/4/02 Default order served to parties.
C-20015765	LBPS v. Eaton Sewer & Water Co.	4/4/02 Default order served to parties.
C-20015766	LBPS v. BP Oil Pipeline Co.	4/4/02 Default order served to parties.
C-20015767	LBPS v. Twin Lakes Water Co.	4/4/02 Default order served to parties.
C-20015769	LBPS v. Keo Homes, Inc. – Water Svc.	4/4/02 Default order served to parties.
C-20015771	LBPS v. Winona Lakes Utilities, Inc.	4/4/02 Default order served to parties.
C-20015774	LBPS v. Public Service Water Co.	4/4/02 Default order served to parties.
C-20015777	LBPS v. Kilbuck Run Disposal Corp.	4/4/02 Default order served to parties.
C-20015778	LBPS v. North Heidelberg Sewer Co.	4/4/02 Default order served to parties.
A-311127	Application of Onyx Telecom, Inc.	5/22/03 Certificate cancelled.
A-310864	TAC License Corp. v. Telegient Services, Inc.	9/25/02 Applicant letter advising consummation of plan of reorganization occurred on 9/12/02.
C-20016128	LBPS v. CEO Telecomm., Inc..	11/1/01 LBPS filed certificate of satisfaction w/cert.
C-20026734	LBPS v. Stormtel, Inc.	2/26/02 LBPS filed cert. of satisfaction w/ cert. of service.
C-20027716	LPBS v. Christian Springs Water Co., Inc.	3/27/03 Default order served to parties.
C-20027717	LBPS v. WM Hopkins & Melvin Reedy	3/27/03 Default order served to parties.
C-20027719	LBPS v. Oakland Beach Water Company, Inc.	3/27/03 Default order served to parties.
C-20027720	LBPS v. Earl F. Eberts	3/27/03 Default order served to parties.
C-20027726	LBPS v. PA Wastewater Co., Inc.	3/27/03 Default order served to parties.

DOCKET NO.	CASE NAME	FINAL STATUS
C-20027728	LBPS v. Kilbuck Run Disposal Corp.	3/27/03 Default order served to parties.
C-20027731	LBPS v. Herman Oil & Gas Co.	3/27/03 Default order served to parties.
C-20027732	LBPS v. Able Co., L.T.D.	3/27/03 Default order served to parties.
C-20027759	LBPS v. NOW Comm., Inc.	3/27/03 Default order served to parties.
C-20027853	LBPS v. Atlantic Telecom Corp.	3/27/03 Default order served to parties.
C-20039266	LBPS v. Sterling Time Co.	9/18/03 Default order served to parties.
C-20039276	LBPS v. Logix Comm., Inc.	9/18/03 Default order served to parties.
C-20039283	LBPS v. Norcom, Inc.	9/18/03 Default order served to parties.
C-20039296	LBPS v. Connect!ld, Inc.	9/18/03 Default order served to parties.
C-20039296	LBPS v. Connect!ld, Inc.	9/18/03 Default order served to parties.
C-20039303	LBPS v. ESS Comm. LLC	9/18/03 Default order served to parties.
C-20039986	LBPS v. Titan Energy, Inc.	7/10/03 Default order served to parties.



COMMONWEALTH OF PENNSYLVANIA
PENNSYLVANIA PUBLIC UTILITY COMMISSION
P.O. BOX 3265, HARRISBURG, PA 17105-3265

IN REPLY PLEASE
REFER TO OUR FILE

Docket No. A-110041

June 28, 2004

AFFILIATED POWER PURCHASERS INC
224 PHILLIP MORRIS DRIVE STE 402
SALISBURY MD 21804-

**DOCUMENT
FOLDER**

ATTENTION: WALTER W MOORE

RE: License Bond or Other Financial Security

Dear Mr. Moore:

Pursuant to 66 Pa. C.S. §2809(c), no electric supplier license shall remain in force unless the licensee furnishes a bond or other security approved by the Commission to ensure the financial responsibility of the electric generation supplier and the supply of electricity at retail. The Commission's records indicate that the bond or other approved security provided by Affiliated Power Purchasers Inc expires on August 28, 2004.

The Commission's regulations at 52 Pa. Code §54.40(d) require "the security level for each licensee will be reviewed annually and modified primarily based upon the licensee's reported annual gross receipts information. The security level will be 10% of the licensee's reported gross receipts." The minimum security level provided may not be less than the initial security level provided when the license was granted. Unless approved by the Commission, the initial security level is \$250,000.

The Commission's regulations at 52 Pa. Code §54.39(b) require a licensee to file an annual report on or before April 30 of each year, for the previous calendar year, in order to comply with 66 Pa. C.S. §2810(c)(6). This report discloses the total amount of gross receipts from the sale of electricity and the total amount of electricity sold during the preceding calendar year. You must use this same information in calculating the appropriate security level necessary to maintain your license.

In order for your company to maintain its status as a licensed electric supplier in the Commonwealth of Pennsylvania, it must provide proof to the Commission that a bond or other approved security has been obtained.

Your response in this matter is requested within fifteen (15) days of the date of this letter. Submit your response to the Commission's Secretary. Additionally, fax a copy of your response to James Shurskis at (717) 787-4750, Bureau of Fixed Utility Services.

DOCKETED
JUN 29 2004

Failure to respond to this matter within fifteen (15) days will cause Commission staff to initiate a formal proceeding, that may lead to the following: cancellation of your company's electric supplier license, removal of your information from the Commission's website and notification to all electric distribution companies, in which your company is licensed to do business, of the cancellation of the license.

Please direct any questions to James Shurskis at (717) 787-8763 or Darren Gill at (717) 783-5244, Bureau of Fixed Utility Services.

Sincerely,

A handwritten signature in black ink, appearing to read "Robert A. Rosenthal". The signature is fluid and cursive, with a large, sweeping flourish at the end.

Robert A. Rosenthal
Director, Bureau of Fixed Utility Services

cc: J. McNulty, Secretary



info@appienergy.com

04 JUL 16 AM 9:16
SECRETARY'S BUREAU

July 13, 2004

PA Public Utility Commission
Attn: Commission Secretary
PO Box 3265
Harrisburg, PA 17105-3265

DOCUMENT
FOLDER

RE: Electric Generator Supplier License
Docket No. 10041

Dear Sir/Madam:

A-110041

Enclosed please find the extension for our Irrevocable Letter of Credit in the amount of \$10,000 from Peninsula bank. If you have any questions, please feel free to contact Nympha Sison at (410) 749-5507.

Thank you,

Michael S. Payne, J.D., L.L.M.
Executive Vice President & Corporate Counsel
Affiliated Power Purchasers International, LLC

16



PENINSULA BANK

30 S. Somerset Ave. • P.O. Box 219 • Princess Anne, MD 21853

Pennsylvania Public Utility Commission
P.O. Box 3265
Harrisburg, Pa. 17105-3265

DATE 7/12/04

When Communicating with us
Please Reference LIC No: 0831

Gentlemen:

We hereby amend our Irrevocable Letter Of Credit Number 0831 issued in your favor

on 8/28/^{03 WTP}~~04~~ for account of Affiliated Power Purchasers International, LLC

as follows:

Extend maturity date for one year, to 8/28/05.

DOCKETED
AUG 25 2004

**DOCUMENT
FOLDER**

All other terms and conditions remain unchanged.

Immediate notification must be given to us if this amendment is not accepted.

This letter is to be attached to and become an integral part of the original Letter of Credit instrument.

Yours very truly,

PENINSULA BANK

W. Trent Pusey, Branch Officer



COMMONWEALTH OF PENNSYLVANIA
PENNSYLVANIA PUBLIC UTILITY COMMISSION
P.O. BOX 3265, HARRISBURG, PA 17105-3265

IN REPLY PLEASE
REFER TO OUR FILE

Docket No. A-110041

June 27, 2005

AFFILIATED POWER PURCHASERS INC
224 PHILLIP MORRIS DRIVE STE 402
SALISBURY MD 21804-

BTL

ATTENTION: WALTER W MOORE

RE: License Bond or Other Financial Security

Dear Mr. Moore:

Pursuant to 66 Pa. C.S. §2809(c), no electric supplier license shall remain in force unless the licensee furnishes a bond or other security approved by the Commission to ensure the financial responsibility of the electric generation supplier and the supply of electricity at retail. The Commission's records indicate that the bond or other approved security provided by Affiliated Power Purchasers Inc expires on August 28, 2005.

The Commission's regulations at 52 Pa. Code §54.40(d) require "the security level for each licensee will be reviewed annually and modified primarily based upon the licensee's reported annual gross receipts information. The security level will be 10% of the licensee's reported gross receipts." The minimum security level provided may not be less than the initial security level provided when the license was granted. Unless approved by the Commission, the initial security level is \$250,000.

The Commission's regulations at 52 Pa. Code §54.39(b) require a licensee to file an annual report on or before April 30 of each year, for the previous calendar year, in order to comply with 66 Pa. C.S. §2810(c)(6). This report discloses the total amount of gross receipts from the sale of electricity and the total amount of electricity sold during the preceding calendar year. You must use this same information in calculating the appropriate security level necessary to maintain your license.

In order for your company to maintain its status as a licensed electric supplier in the Commonwealth of Pennsylvania, it must provide proof to the Commission that a bond or other approved security has been obtained.

Your response in this matter is requested within fifteen (15) days of the date of this letter. Submit your response to the Commission's Secretary. Additionally, fax a copy of your response to James Shurskis at (717) 787-4750, Bureau of Fixed Utility Services.

**DOCUMENT
FOLDER**

DOCKETED
JUL 05 2005

Failure to respond to this matter within fifteen (15) days will cause Commission staff to initiate a formal proceeding, that may lead to the following: cancellation of your company's electric supplier license, removal of your information from the Commission's website and notification to all electric distribution companies, in which your company is licensed to do business, of the cancellation of the license.

Please direct any questions to James Shurskis at (717) 787-8763 or Darren Gill at (717) 783-5244, Bureau of Fixed Utility Services.

Sincerely,

A handwritten signature in black ink, appearing to read "Robert A. Rosenthal". The signature is fluid and cursive, with a long, sweeping flourish extending to the right.

Robert A. Rosenthal
Director, Bureau of Fixed Utility Services

cc: J. McNulty, Secretary



DOCUMENT
FOLDER

J. McNulty, Secretary
Commonwealth of Pennsylvania
Pennsylvania Public Utility Commission
P.O. Box 3265
Harrisburg, PA 17105-3265

July 28, 2005

A-110041

Dear Mr. McNulty:

Please find the enclosed Irrevocable Letter of Credit with the extended maturity date of August 28, 2006. This should satisfy the Commission's requirements for APPI to maintain its status as a licensed electric supplier.

Please let us know if you require any further information.

Cindy Rascona, CPA
Controller

RECEIVED
05 AUG -1 AM 9:40
PAPUC
SECRETARY'S BUREAU

experience · expertise · working for you

42



PENINSULA BANK

30 S. Somerset Ave. • P.O. Box 219 • Princess Anne, MD 21853

Pennsylvania Public Utility Commission
P.O. Box 3265
Harrisburg, Pa 17105-3265

DATE 7/22/05

When Communicating with us Please Reference L/C No:	0831
--	------

Gentlemen:

We hereby amend our Irrevocable Letter Of Credit Number 0831 issued in your favor

on 08/28/03 for account of Affiliated Power Purchasers International, LLC

as follows: Extend maturity date for one year to 8/28/06

All other terms and conditions remain unchanged.

Immediate notification must be given to us if this amendment is not accepted.

This letter is to be attached to and become an integral part of the original Letter of Credit instrument.

Yours very truly,

PENINSULA BANK

W. Trent Pusey, Branch Officer



COMMONWEALTH OF PENNSYLVANIA
PENNSYLVANIA PUBLIC UTILITY COMMISSION
P.O. BOX 3265, HARRISBURG, PA 17105-3265

IN REPLY PLEASE
REFER TO OUR FILE

Docket No. A-110041

June 26, 2006

AFFILIATED POWER PURCHASERS INC
224 PHILLIP MORRIS DRIVE STE 402
SALISBURY MD 21804-

DOCUMENT
FOLDER

ATTENTION: WALTER W MOORE

RE: License Bond or Other Financial Security

Dear Mr. Moore:

Pursuant to 66 Pa. C.S. §2809(c), no electric supplier license shall remain in force unless the licensee furnishes a bond or other security approved by the Commission to ensure the financial responsibility of the electric generation supplier and the supply of electricity at retail. The Commission's records indicate that the bond or other approved security provided by Affiliated Power Purchasers Inc expires on August 28, 2006.

The Commission's regulations at 52 Pa. Code §54.40(d) require "the security level for each licensee will be reviewed annually and modified primarily based upon the licensee's reported annual gross receipts information. The security level will be 10% of the licensee's reported gross receipts." The minimum security level provided may not be less than the initial security level provided when the license was granted. Unless approved by the Commission, the initial security level is \$250,000.

The Commission's regulations at 52 Pa. Code §54.39(b) require a licensee to file an annual report on or before April 30 of each year, for the previous calendar year, in order to comply with 66 Pa. C.S. §2810(c)(6). This report discloses the total amount of gross receipts from the sale of electricity and the total amount of electricity sold during the preceding calendar year. You must use this same information in calculating the appropriate security level necessary to maintain your license.

In order for your company to maintain its status as a licensed electric supplier in the Commonwealth of Pennsylvania, it must provide proof to the Commission that a bond or other approved security has been obtained.

Your response in this matter is requested within fifteen (15) days of the date of this letter. Submit your response to the Commission's Secretary. Additionally, fax a copy of your response to James Shurskis at (717) 787-4750, Bureau of Fixed Utility Services.

Failure to respond to this matter within fifteen (15) days will cause Commission staff to initiate a formal proceeding, that may lead to the following: cancellation of your company's electric supplier license, removal of your information from the Commission's website and notification to all electric distribution companies, in which your company is licensed to do business, of the cancellation of the license.

Please direct any questions to James Shurskis at (717) 787-8763, Bureau of Fixed Utility Services.

Sincerely,

A handwritten signature in black ink, appearing to read "Robert A. Rosenthal". The signature is fluid and cursive, with a long horizontal stroke extending to the right.

Robert A. Rosenthal
Director, Bureau of Fixed Utility Services

cc: J. McNulty, Secretary



COMMONWEALTH OF PENNSYLVANIA
PENNSYLVANIA PUBLIC UTILITY COMMISSION
P.O. BOX 3265, HARRISBURG, PA 17105-3265

IN REPLY PLEASE
REFER TO OUR FILE

Docket No. A-110041

June 25, 2007

AFFILIATED POWER PURCHASERS INC
224 PHILLIP MORRIS DRIVE
STE 402
SALISBURY MD 21804

ATTENTION: WALTER W MOORE

**DOCUMENT
FOLDER**

RE: License Bond or Other Financial Security

DOCKETED
JUN 27 2007

Dear Mr. Moore:

Pursuant to 66 Pa. C.S. §2809(c), no electric supplier license shall remain in force unless the licensee furnishes a bond or other security approved by the Commission to ensure the financial responsibility of the electric generation supplier and the supply of electricity at retail. The Commission's records indicate that the bond or other approved security provided by Affiliated Power Purchasers Inc. expires on August 28, 2007.

The Commission's regulations at 52 Pa. Code §54.40(d) require "the security level for each licensee will be reviewed annually and modified primarily based upon the licensee's reported annual gross receipts information. The security level will be 10% of the licensee's reported gross receipts." The minimum security level provided may not be less than the initial security level provided when the license was granted. Unless approved by the Commission, the initial security level is \$250,000.

The Commission's regulations at 52 Pa. Code §54.39(b) require a licensee to file an annual report on or before April 30 of each year, for the previous calendar year, in order to comply with 66 Pa. C.S. §2810(c)(6). This report discloses the total amount of gross receipts from the sale of electricity and the total amount of electricity sold during the preceding calendar year. You must use this same information in calculating the appropriate security level necessary to maintain your license.

In order for your company to maintain its status as a licensed electric supplier in the Commonwealth of Pennsylvania, it must provide proof to the Commission that a bond or other approved security has been obtained.

Your response in this matter is requested within fifteen (15) days of the date of this letter. Submit your response to the Commission's Secretary. Additionally, fax a copy of your response to James Shurskis at (717) 787-4750, Bureau of Fixed Utility Services.

Failure to respond to this matter within fifteen (15) days will cause Commission staff to initiate a formal proceeding, that may lead to the following: cancellation of your company's electric supplier license, removal of your information from the Commission's website and notification to all electric distribution companies, in which your company is licensed to do business, of the cancellation of the license.

Please direct any questions to James Shurskis at (717) 787-8763, Bureau of Fixed Utility Services.

Sincerely,

A handwritten signature in black ink that reads "Paul Diskin". The signature is written in a cursive style with a large, prominent "P" and "D".

Paul Diskin
Manager, Energy Industry

cc: Secretary McNulty



PENINSULA BANK

30 S. Somerset Ave. • P.O. Box 219 • Princess Anne, MD 21853

Pennsylvania Public Utility Commission
P.O. Box 3265
Harrisburg, Pa 17105-3265

A-110041

DATE 7/24/07

When Communicating with us
Please Reference L/C No: 0831

Gentlemen:

We hereby amend our irrevocable Letter Of Credit Number 0831 issued in your favor

on 8/28/03 for account of Affiliated Power Purchase International, LLC

as follows: Extend maturity date for one year, to 8/28/08

DOCUMENT
FOLDER

DOCKETED

AUG 06 2007

KJR

All other terms and conditions remain unchanged.

Immediate notification must be given to us if this amendment is not accepted.

This letter is to be attached to and become an integral part of the original Letter of Credit Instrument.

Yours very truly,

PENINSULA BANK

W. Trent Pusey
Vice President

8-2-07
490

PNC Bank, National Association
Trade Service Operations
3rd Floor
500 First Avenue
Pittsburgh, PA 15219
Mail Stop: P7-PFSC-03-T

Swift: PNCCUS33
Telephone: 1-800-682-4689

DOCUMENT FOLDER



DATE: OCTOBER 23, 2007

PENNSYLVANIA PUBLIC UTILITY COMM.
P.O. BOX 3265
HARRISBURG, PA. 17105

A-110041

EFFECTIVE AT THE END OF THE DAY ON SEPTEMBER 14, 2007, ALL OF THE FORMER MEMBER BANKS OF THE MERCANTILE BANKSHARES CORPORATION WERE MERGED INTO PNC BANK, NATIONAL ASSOCIATION. YOU ARE THE BENEFICIARY OF THE LETTER OF CREDIT DESCRIBED IN THE ENCLOSED AMENDMENT, WHICH LETTER OF CREDIT WAS ISSUED BY ONE OF THE FORMER MERCANTILE BANKS OR BY ANOTHER BANK THAT WAS PREVIOUSLY ACQUIRED BY A FORMER MERCANTILE BANK.

YOUR LETTER OF CREDIT IS BEING AMENDED TO REFLECT CHANGES MADE NECESSARY BY THE MERGER OF THE FORMER MERCANTILE BANKS INTO PNC BANK, NATIONAL ASSOCIATION. PLEASE REVIEW THE ENCLOSED AMENDMENT CAREFULLY, AND NOTE THAT THE ADDRESS FOR PRESENTATION OF DOCUMENTS IS BEING AMENDED. THEN PLEASE SIGN THE ATTACHED CONSENT TO THE AMENDMENT AND RETURN IT TO PNC BANK, NATIONAL ASSOCIATION AT THE ADDRESS INDICATED ON OUR LETTERHEAD. SHOULD YOU HAVE ANY QUESTIONS, PLEASE CALL 1-800-682-4689 AND CHOOSE OPTION 2 (STANDBY LETTERS OF CREDIT) AND OPTION 2 AGAIN (CUSTOMER SERVICE).

IN ORDER TO ASSIST YOU IN IDENTIFYING THE BANK THAT ISSUED YOUR LETTER OF CREDIT, THE FORMER MEMBER BANKS OF THE MERCANTILE BANKSHARES CORPORATION SYSTEM ARE LISTED ON THE NEXT PAGE UNDER THE HEADING "FORMER MERCANTILE BANKS," AND THE OTHER BANKS PREVIOUSLY ACQUIRED BY FORMER MERCANTILE BANKS INCLUDE THOSE LISTED ON THE NEXT PAGE UNDER THE HEADING "BANKS ACQUIRED BY FORMER MERCANTILE BANKS".

WE LOOK FORWARD TO SERVING YOUR LETTER OF CREDIT NEEDS IN THE FUTURE.

SINCERELY,

PNC BANK, NATIONAL ASSOCIATION

DOCKET

NOV 13 2007

[Handwritten Signature]
AUTHORIZED SIGNATURE

PNC Bank, National Association
Trade Service Operations
3rd Floor
500 First Avenue
Pittsburgh, PA 15219
Mail Stop: P7-PFSC-03-T

Swift: PNCCUS33
Telephone: 1-800-682-4689



FORMER MERCANTILE BANKS

MERCANTILE-SAFE DEPOSIT AND TRUST COMPANY
MERCANTILE SOUTHERN MARYLAND BANK
MERCANTILE PENINSULA BANK
MERCANTILE COUNTY BANK
MERCANTILE EASTERN SHORE BANK
FARMERS & MECHANICS BANK
MARSHALL NATIONAL BANK AND TRUST COMPANY
THE ANNAPOLIS BANKING AND TRUST COMPANY
THE CITIZENS NATIONAL BANK
THE NATIONAL BANK OF FREDERICKSBURG
WESTMINSTER UNION BANK

BANKS ACQUIRED BY FORMER MERCANTILE BANKS

BALTIMORE TRUST
BANK OF FRUITLAND
BANK OF SOUTHERN MARYLAND
COMMERCIAL AND FARMERS BANK
COMMUNITY BANK OF NORTHERN VIRGINIA
COUNTY BANK & TRUST
FARMERS AND MECHANICS NATIONAL BANK
FARMERS AND MERCHANTS BANK - EASTERN SHORE
FREDERICKTOWN BANK & TRUST COMPANY
HOME FEDERAL SAVINGS BANK
JAMES MONROE BANK
MERCANTILE PENNSYLVANIA CORPORATION
MERCANTILE POTOMAC BANK
PENINSULA BANK
POTOMAC VALLEY BANK
SAINT MICHAELS BANK
SECOND NATIONAL FEDERAL SAVINGS ASSOCIATION
TANEYTOWN BANK & TRUST COMPANY
THE BANK OF BRUNSWICK
THE FIDELITY BANK
THE FIRST NATIONAL BANK OF ST. MARYS AT LEONARDTOWN
THE FOREST HILL STATE BANK
THE PEOPLES BANK OF MARYLAND
THE SPARKS STATE BANK
THE UNION NATIONAL BANK OF WESTMINSTER
TOWNSEND BUILDING & LOAN ASSOCIATION
UNION NATIONAL BANK
WESTMINSTER BANK & TRUST COMPANY OF CARROLL COUNTY

PNC Bank, National Association
Trade Service Operations
3rd Floor
500 First Avenue
Pittsburgh, PA 15219
Mail Stop: P7-PFSC-03-T

Swift: PNCCUS33
Telephone: 1-800-682-4689



DATE: SEPTEMBER 17, 2007

PENNSYLVANIA PUBLIC UTILITY COMM.
P.O. BOX 3265
HARRISBURG, PA. 17105

A-110041

AMENDMENT TO IRREVOCABLE STANDBY LETTER OF CREDIT

OUR REFERENCE: 18106449-00-000
APPLICANT: AFFILIATED POWER PURCHASERS
AMOUNT: USD \$10,000.00
EXPIRY DATE: AUGUST 28, 2008
EXPIRY PLACE: BALTIMORE, MARYLAND

WE HEREBY AMEND IRREVOCABLE STANDBY LETTER OF CREDIT NUMBER 0831 AS FOLLOWS:

THE ISSUING BANK IS NOW TO READ PNC BANK, NATIONAL ASSOCIATION.

THIS LETTER OF CREDIT IS NOW AVAILABLE FOR PAYMENT AT THE COUNTERS OF PNC BANK, NATIONAL ASSOCIATION, TWO HOPKINS PLAZA, 5TH FLOOR, BALTIMORE, MD 21201.

THE LETTER OF CREDIT NUMBER IS NOW TO READ 18106449-00-000.

DRAFTS, IF REQUIRED BY THE EXISTING TERMS OF THE LETTER OF CREDIT, MUST NOW BE DRAWN ON PNC BANK, NATIONAL ASSOCIATION, BALTIMORE, MD AND REFERENCE OUR LETTER OF CREDIT NO. 18106449-00-000

ALL REFERENCES IN THE LETTER OF CREDIT TO THE ISSUING BANK SHOULD NOW READ PNC BANK, NATIONAL ASSOCIATION.

ALL REFERENCES IN THE LETTER OF CREDIT TO THE LETTER OF CREDIT NUMBER SHOULD NOW READ 18106449-00-000.

PLEASE ADDRESS ALL CORRESPONDENCE TO PNC BANK, NATIONAL ASSOCIATION, TWO HOPKINS PLAZA, 5TH FLOOR, BALTIMORE, MD 21201 TO THE ATTENTION OF NORMA BANKS, PHONE NUMBER 410-237-5305.

PLEASE SIGNIFY YOUR CONSENT TO THIS AMENDMENT BY SIGNING THE ATTACHED COPY OF THIS AMENDMENT AND RETURNING THE SAME DIRECTLY TO US BY MAIL TO

PNC Bank, National Association Swift: PNCCUS33
Trade Service Operations Telephone: 1-800-682-4689
3rd Floor
500 First Avenue
Pittsburgh, PA 15219
Mail Stop: P7-PFSC-03-T



OUR ADDRESS AT 500 FIRST AVENUE, 3RD FLOOR, P7-PFSC-03-T, PITTSBURGH,
PA 15219. YOUR IMMEDIATE ATTENTION TO THIS MATTER IS REQUIRED IN ORDER
THAT WE MAY COMPLETE OUR RECORDS.

ALL OTHER CONDITIONS REMAIN UNCHANGED.

A handwritten signature in cursive script, appearing to read 'D. ...', written over a horizontal line.

PNC BANK, NATIONAL ASSOCIATION
GLOBAL TRADE SERVICE OPERATIONS

PNC Bank, National Association
Trade Service Operations
3rd Floor
500 First Avenue
Pittsburgh, PA 15219
Mail Stop: P7-PFSC-03-T

Swift: PNCCUS33
Telephone: 1-800-682-4689



IN REFERENCE TO AMENDMENT UNDER OUR LETTER OF CREDIT NUMBER
18106449-00-000

_____ WE HEREBY CONSENT TO THE TERMS AND CONDITIONS OF THIS AMENDMENT.

_____ WE DO NOT CONSENT TO THE TERMS AND CONDITIONS OF THIS AMENDMENT.

WE FURTHER CERTIFY THAT THE UNDERSIGNED IS AUTHORIZED TO EXECUTE THIS
AGREEMENT.

PENNSYLVANIA PUBLIC UTILITY COMM.

BY: _____

DATE: _____

PNC Bank, National Association
Trade Service Operations
3rd Floor
500 First Avenue
Pittsburgh, PA 15219
Mail Stop: P7-PFSC-03-T

Swift: PNCCUS33
Telephone: 1-800-682-4689



DATE: SEPTEMBER 17, 2007

PENNSYLVANIA PUBLIC UTILITY COMM.
P.O. BOX 3265
HARRISBURG, PA. 17105

AMENDMENT TO IRREVOCABLE STANDBY LETTER OF CREDIT

OUR REFERENCE: 18106449-00-000
APPLICANT: AFFILIATED POWER PURCHASERS
AMOUNT: USD \$10,000.00
EXPIRY DATE: AUGUST 28, 2008
EXPIRY PLACE: BALTIMORE, MARYLAND

WE HEREBY AMEND IRREVOCABLE STANDBY LETTER OF CREDIT NUMBER 0831 AS FOLLOWS:

THE ISSUING BANK IS NOW TO READ PNC BANK, NATIONAL ASSOCIATION.

THIS LETTER OF CREDIT IS NOW AVAILABLE FOR PAYMENT AT THE COUNTERS OF PNC BANK, NATIONAL ASSOCIATION, TWO HOPKINS PLAZA, 5TH FLOOR, BALTIMORE, MD 21201.

THE LETTER OF CREDIT NUMBER IS NOW TO READ 18106449-00-000.

DRAFTS, IF REQUIRED BY THE EXISTING TERMS OF THE LETTER OF CREDIT, MUST NOW BE DRAWN ON PNC BANK, NATIONAL ASSOCIATION, BALTIMORE, MD AND REFERENCE OUR LETTER OF CREDIT NO. 18106449-00-000

ALL REFERENCES IN THE LETTER OF CREDIT TO THE ISSUING BANK SHOULD NOW READ PNC BANK, NATIONAL ASSOCIATION.

ALL REFERENCES IN THE LETTER OF CREDIT TO THE LETTER OF CREDIT NUMBER SHOULD NOW READ 18106449-00-000.

PLEASE ADDRESS ALL CORRESPONDENCE TO PNC BANK, NATIONAL ASSOCIATION, TWO HOPKINS PLAZA, 5TH FLOOR, BALTIMORE, MD 21201 TO THE ATTENTION OF NORMA BANKS, PHONE NUMBER 410-237-5305.

PLEASE SIGNIFY YOUR CONSENT TO THIS AMENDMENT BY SIGNING THE ATTACHED COPY OF THIS AMENDMENT AND RETURNING THE SAME DIRECTLY TO US BY MAIL TO

Page 1 of 3 18106449-00-000

PNC Bank, National Association
Trade Service Operations
3rd Floor
500 First Avenue
Pittsburgh, PA 15219
Mail Stop: P7-PFSC-03-T

Swift: PNCCUS33
Telephone: 1-800-682-4689



OUR ADDRESS AT 500 FIRST AVENUE, 3RD FLOOR, P7-PFSC-03-T, PITTSBURGH,
PA 15219. YOUR IMMEDIATE ATTENTION TO THIS MATTER IS REQUIRED IN ORDER
THAT WE MAY COMPLETE OUR RECORDS.

ALL OTHER CONDITIONS REMAIN UNCHANGED.

PNC BANK, NATIONAL ASSOCIATION
GLOBAL TRADE SERVICE OPERATIONS

PNC Bank, National Association
Trade Service Operations
3rd Floor
500 First Avenue
Pittsburgh, PA 15219
Mail Stop: P7-PFSC-03-T

Swift: PNCCHS33
Telephone: 1-800-682-4689



IN REFERENCE TO AMENDMENT UNDER OUR LETTER OF CREDIT NUMBER
18106449-00-000

WE HEREBY CONSENT TO THE TERMS AND CONDITIONS OF THIS AMENDMENT.

WE DO NOT CONSENT TO THE TERMS AND CONDITIONS OF THIS AMENDMENT.

WE FURTHER CERTIFY THAT THE UNDERSIGNED IS AUTHORIZED TO EXECUTE THIS
AGREEMENT.

PENNSYLVANIA PUBLIC UTILITY COMM.

BY: _____

DATE: _____



COMMONWEALTH OF PENNSYLVANIA
PENNSYLVANIA PUBLIC UTILITY COMMISSION
P.O. BOX 3265, HARRISBURG, PA 17105-3265

IN REPLY PLEASE
REFER TO OUR FILE

June 23, 2008

Docket No. A-110041

AFFILIATED POWER PURCHASERS INC
224 PHILLIP MORRIS DRIVE STE 402
SALISBURY MD 21804

ATTENTION: WALTER MOORE

RE: License Bond or Other Financial Security

Dear Mr. Moore:

Pursuant to 66 Pa. C.S. §2809(c), no electric supplier license shall remain in force unless the licensee furnishes a bond or other security approved by the Commission to ensure the financial responsibility of the electric generation supplier and the supply of electricity at retail. The Commission's records indicate that the expiration of the bond or other approved security provided by Affiliated Power Purchasers, Inc. occurs on August 28, 2008.

The Commission's regulations at 52 Pa. Code §54.40(d) require "the security level for each licensee will be reviewed annually and modified primarily based upon the licensee's reported annual gross receipts information. The security level will be 10% of the licensee's reported gross receipts." The minimum security level provided may not be less than the initial security level provided when the license was granted. Unless approved by the Commission, the initial security level is \$250,000.

The Commission's regulations at 52 Pa. Code §54.39(b) require a licensee to file an annual report on or before April 30 of each year, for the previous calendar year, in order to comply with 66 Pa. C.S. §2810(c)(6). This report discloses the total amount of gross receipts from the sale of electricity and the total amount of electricity sold during the preceding calendar year. You must use this same information in calculating the appropriate security level necessary to maintain your license.

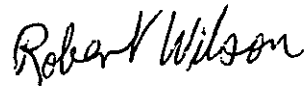
In order for your company to maintain its status as a licensed electric supplier in the Commonwealth of Pennsylvania, it must provide proof to the Commission that a bond or other approved security has been obtained.

Your response in this matter is requested within fifteen (15) days of the date of this letter. Submit your response to the Commission's Secretary. Additionally, fax a copy of your response to James Shurskis at (717) 787-4750, Bureau of Fixed Utility Services.

Failure to respond to this matter within fifteen (15) days will cause Commission staff to initiate a formal proceeding, that may lead to the following: cancellation of your company's electric supplier license, removal of your information from the Commission's website and notification to all electric distribution companies, in which your company is licensed to do business, of the cancellation of the license.

Please direct any questions to James Shurskis at (717) 787-8763, Bureau of Fixed Utility Services.

Sincerely,

A handwritten signature in black ink that reads "Robert Wilson". The signature is written in a cursive style with a large, prominent "R" and "W".

Robert Wilson, Director
Bureau of Fixed Utility Services

Cc: J. McNulty, Secretary

PNC Bank, National Association
Trade Service Operations
3rd Floor
500 First Avenue
Pittsburgh, PA 15219
Mail Stop: P7-PFSC-03-T

Swift: PNCCUS33
Telephone: 1-800-682-4689

A 110041



DATE: AUGUST 15, 2008

BENEFICIARY:
PENNSYLVANIA PUBLIC UTILITY COMM
P. O. BOX 3265
HARRISBURG, PA. 17105

APPLICANT:
AFFILIATED POWER PURCHASERS
INTERNATIONAL, LLC
224 PHILLIP MORRIS DR SUITE 402
SALISBURY, MD 21804-2001

AMENDMENT TO IRREVOCABLE STANDBY LETTER OF CREDIT

OUR REFERENCE: 18106449-00-000
AMENDMENT NUMBER: 1

WE HEREBY AMEND OUR IRREVOCABLE STANDBY LETTER OF CREDIT NUMBER
18106449-00-000 AS FOLLOWS:

THE EXPIRY DATE IS NOW TO READ: AUGUST 30, 2009.

ALL OTHER TERMS AND CONDITIONS REMAIN UNCHANGED

PNC BANK, NATIONAL ASSOCIATION
GLOBAL TRADE SERVICE OPERATIONS

DOCUMENT
FOLDER

RECEIVED

AUG 15 2008

PA PUBLIC UTILITY COMMISSION
SECRETARY'S BUREAU



A-110041

August 20, 2008

Mr. James Shurskis
Pennsylvania Public Utility Commission
P.O. Box 3265
Harrisburg, Pennsylvania 17105-3265

DOCUMENT
FOLDER

RECEIVED
08 AUG 25 AM 11:32
BUREAU OF
PUBLIC UTILITY SERVICES

Re: Docket No. A-110041
License Bond or Other Financial Security

Dear Mr. Shurskis:

Enclosed with this please find the Renewal of the \$10,000 Letter of Credit that APPI has provided to the Pennsylvania PUC for several years to meet APPI's obligation to provide approved security pursuant to the requirements of 52 Pa. Code §54.40(d). The Letter of Credit now has an expiry date of August 30, 2009.

Please advise if you require more information or other items.

Thank you for your cooperation.

Best regards,

Michael S. Payne
Executive Vice President & Corporate Counsel

Enclosure

SECRETARY'S BUREAU

2008 AUG 25 PM 2:10

experience · expertise · working for you

PNC BANK, National Association
Trade Service Operations
3rd Floor
500 First Avenue
Pittsburgh, PA 15219
Mail Stop: P7-PFSC-03-T

SWIFT: PNC0333
Telephone: 1-800-682-4689



DATE: AUGUST 15, 2008

BENEFICIARY:
PENNSYLVANIA PUBLIC UTILITY COMM.
P.O. BOX 3265
HARRISBURG, PA. 17105

APPLICANT:
AFFILIATED POWER PURCHASERS
INTERNATIONAL, LLC
224 PHILLIP MORRIS DR SUITE 402
SALISBURY, MD 21804-2001

AMENDMENT TO IRREVOCABLE STANDBY LETTER OF CREDIT

OUR REFERENCE: 18106449-00-000
AMENDMENT NUMBER: 1

WE HEREBY AMEND OUR IRREVOCABLE STANDBY LETTER OF CREDIT NUMBER
18106449-00-000 AS FOLLOWS:

THE EXPIRY DATE IS NOW TO READ: AUGUST 30, 2009.

ALL OTHER TERMS AND CONDITIONS REMAIN UNCHANGED.

PNC BANK, NATIONAL ASSOCIATION
GLOBAL TRADE SERVICE OPERATIONS

RECEIVED
08 AUG 25 AM 11:32
BUREAU OF
FIXED UTILITY SERVICES

PNC Bank, National Association
Trade Service Operations
3rd Floor
500 First Avenue
Pittsburgh, PA 15219
Mail Stop: P7-PFSC-03-T

Swift: PNCCUS33
Telephone: 1-800-682-4689

A-110041



DATE: AUGUST 03, 2009

BENEFICIARY:
PENNSYLVANIA PUBLIC UTILITY COMM
P.O. BOX 3265
HARRISBURG, PA. 17105

APPLICANT:
AFFILIATED POWER PURCHASERS
INTERNATIONAL, LLC
224 PHILLIP MORRIS DR, SUITE 402
SALISBURY, MD 21804-2001

AMENDMENT TO IRREVOCABLE STANDBY LETTER OF CREDIT

OUR REFERENCE: 18106449-00-000
AMENDMENT NUMBER: 2

WE HEREBY AMEND OUR IRREVOCABLE STANDBY LETTER OF CREDIT NUMBER
18106449-00-000 AS FOLLOWS:

THE EXPIRY DATE IS NOW TO READ: AUGUST 30, 2010

ALL OTHER TERMS AND CONDITIONS REMAIN UNCHANGED

Christina Harris

PNC BANK, NATIONAL ASSOCIATION
GLOBAL TRADE SERVICE OPERATIONS

DOCUMENT
FOLDER

RECEIVED

AUG 3 2009

RECEIVED
09 AUG 20 AM 8:38
BUREAU OF
FIXED UTILITY SERVICES

August 18, 2009

Mr. James Shurskis
Pennsylvania Public Utility Commission
P.O. Box 3265
Harrisburg, Pennsylvania 17105-3265

DOCUMENT
FOLDER

Re: Docket No. A-110041
License Bond or Other Financial Security

Dear Mr. Shurskis:

Enclosed with this please find the Renewal of the \$10,000 Letter of Credit that APPI has provided to the Pennsylvania PUC for several years to meet APPI's obligation to provide approved security pursuant to the requirements of 52 Pa. Code §54.40(d). The Letter of Credit now has an expiry date of August 30, 2010.

Please advise if you require more information or other items.

Thank you for your cooperation.

Best regards,



Michael S. Payne
Executive Vice President & Corporate Counsel

Enclosure

RECEIVED
2009 AUG 20 PM 1:39
PUC
SECRETARY'S BUREAU

TRUSTED. RELIABLE. POWERFUL SOLUTIONS.

Trade Service Operations
3rd Floor
500 First Avenue
Pittsburgh, PA 15219
Mail Stop: P7-PFSC-03-T

Telephone: 1-800-682-4689



DATE: AUGUST 03, 2009

AFFILIATED POWER PURCHASERS
INTERNATIONAL, LLC
224 PHILLIP MORRIS DR, SUITE 402
SALISBURY, MD 21804-2001

NOTIFICATION OF AMENDMENT TO STANDBY LETTER OF CREDIT

OUR REFERENCE: 18106449-00-000
AMENDMENT NO: 2
BENEFICIARY: PENNSYLVANIA PUBLIC UTILITY COMM.

PLEASE FIND ENCLOSED A COPY OF OUR AMENDMENT TO STANDBY LETTER OF CREDIT NUMBER 18106449-00-000.

PLEASE REVIEW THIS COPY CAREFULLY AND NOTIFY US IF YOU HAVE ANY CONCERNS RELATED TO THIS AMENDMENT.

SHOULD YOU REQUIRE ANY ASSISTANCE, PLEASE CONTACT THE GLOBAL TRADE SERVICE OPERATIONS BY TELEPHONE AT 1-800-682-4689. WHEN REFERRING TO THIS LETTER OF CREDIT, REMEMBER TO QUOTE OUR REFERENCE NUMBER 18106449-00-000.

PNC BANK NATIONAL ASSOCIATION
GLOBAL TRADE SERVICE OPERATIONS

THIS IS A COMPUTER GENERATED DOCUMENT, A MANUAL SIGNATURE IS NOT REQUIRED.

RECEIVED
09 AUG 20 AM 8:38
BUREAU OF
FIXED UTILITY SERVICES

SECRETARY'S BUREAU
PA PUC

2009 AUG 20 PM 1:39

RECEIVED

PNC Bank, National Association
Trade Service Operations
3rd Floor
500 First Avenue
Pittsburgh, PA 15219
Mail Stop: P7-PFSC-03-T

Swift: PNCCUS33
Telephone: 1-800-682-4689



DATE: AUGUST 03, 2009

BENEFICIARY:
PENNSYLVANIA PUBLIC UTILITY COMM.
P.O. BOX 3265
HARRISBURG, PA. 17105

APPLICANT:
AFFILIATED POWER PURCHASERS
INTERNATIONAL, LLC
224 PHILLIP MORRIS DR, SUITE 402
SALISBURY, MD 21804-2001

AMENDMENT TO IRREVOCABLE STANDBY LETTER OF CREDIT

OUR REFERENCE: 18106449-00-000
AMENDMENT NUMBER: 2

WE HEREBY AMEND OUR IRREVOCABLE STANDBY LETTER OF CREDIT NUMBER
18106449-00-000 AS FOLLOWS:

THE EXPIRY DATE IS NOW TO READ: AUGUST 30, 2010.

ALL OTHER TERMS AND CONDITIONS REMAIN UNCHANGED.

PNC BANK, NATIONAL ASSOCIATION
GLOBAL TRADE SERVICE OPERATIONS

RECEIVED
09 AUG 20 AM 8:38
BUREAU OF
FIXED UTILITY SERVICES



COMMONWEALTH OF PENNSYLVANIA
PENNSYLVANIA PUBLIC UTILITY COMMISSION
P.O. BOX 3265, HARRISBURG, PA 17105-3265

IN REPLY PLEASE
REFER TO OUR FILE

June 29, 2010

Docket No. A-110041

AFFILIATED POWER PURCHASERS INC
224 PHILLIP MORRIS DRIVE STE 402
SALISBURY MD 21804

ATTENTION: WALTER MOORE

RE: License Bond or Other Financial Security

Dear Mr. Moore:

Pursuant to 66 Pa. C.S. §2809(c), no electric supplier license shall remain in force unless the licensee furnishes a bond or other security approved by the Commission to ensure the financial responsibility of the electric generation supplier and the supply of electricity at retail. The Commission's records indicate that the expiration of the bond or other approved security provided by Affiliated Power Purchasers, Inc. occurs on August 30, 2010.

The Commission's regulations at 52 Pa. Code §54.40(d) require "the security level for each licensee will be reviewed annually and modified primarily based upon the licensee's reported annual gross receipts information. The security level will be 10% of the licensee's reported gross receipts." The minimum security level provided may not be less than the initial security level provided when the license was granted. Unless approved by the Commission, the initial security level is \$250,000.

The Commission's regulations at 52 Pa. Code §54.39(b) require a licensee to file an annual report on or before April 30 of each year, for the previous calendar year, in order to comply with 66 Pa. C.S. §2810(c)(6). This report discloses the total amount of gross receipts from the sale of electricity and the total amount of electricity sold during the preceding calendar year. You must use this same information in calculating the appropriate security level necessary to maintain your license.

In order for your company to maintain its status as a licensed electric supplier in the Commonwealth of Pennsylvania, it must provide proof to the Commission that a bond or other approved security has been obtained.

Your response in this matter is requested within fifteen (15) days of the date of this letter. Submit your response to the Commission's Secretary. Additionally, fax a copy of your response to James Shurskis at (717) 787-4750, Bureau of Fixed Utility Services.

Failure to respond to this matter within fifteen (15) days will cause Commission staff to initiate a formal proceeding, that may lead to the following: cancellation of your company's electric supplier license, removal of your information from the Commission's website and notification to all electric distribution companies, in which your company is licensed to do business, of the cancellation of the license.

Please direct any questions to James Shurskis at (717) 787-8763, Bureau of Fixed Utility Services.

Sincerely,

A handwritten signature in black ink that reads "Robert Wilson". The signature is written in a cursive style with a long horizontal flourish extending to the right.

Robert Wilson, Director
Bureau of Fixed Utility Services

Cc: R. Chiavetta, Secretary



COMMONWEALTH OF PENNSYLVANIA
PENNSYLVANIA PUBLIC UTILITY COMMISSION
P.O. BOX 3265, HARRISBURG, PA 17105-3265

IN REPLY PLEASE
REFER TO OUR FILE

June 20, 2011

Docket No. A-110041

AFFILIATED POWER PURCHASERS INC
224 PHILLIP MORRIS DRIVE STE 402
SALISBURY MD 21804

ATTENTION: WALTER MOORE

RE: License Bond or Other Financial Security

Dear Mr. Moore:

Pursuant to 66 Pa. C.S. §2809(c), no electric supplier license shall remain in force unless the licensee furnishes an original of a bond or other security approved by the Commission to ensure the financial responsibility of the electric generation supplier and the supply of electricity at retail. The Commission's records indicate that the expiration of the bond or other approved security provided by Affiliated Power Purchasers, Inc. occurs on August 30, 2011.

The Commission's regulations at 52 Pa. Code §54.40(d) require "the security level for each licensee will be reviewed annually and modified primarily based upon the licensee's reported annual gross receipts information. The security level will be 10% of the licensee's reported gross receipts." The minimum security level provided may not be less than the initial security level provided when the license was granted. Unless approved by the Commission, the initial security level is \$250,000.

The Commission's regulations at 52 Pa. Code §54.39(b) require a licensee to file an annual report on or before April 30 of each year, for the previous calendar year, in order to comply with 66 Pa. C.S. §2810(c)(6). This report discloses the total amount of gross receipts from the sale of electricity and the total amount of electricity sold during the preceding calendar year. You must use this same information in calculating the appropriate security level necessary to maintain your license.

In order for your company to maintain its status as a licensed electric supplier in the Commonwealth of Pennsylvania, it must provide proof to the Commission that a bond or other approved security has been obtained. Provide an original of any documentation submitted as proof; including bond, letter of credit, continuation certificate, amendment, etc.

Your response in this matter is requested within fifteen (15) days of the date of this letter. Submit your response to the Commission's Secretary. Additionally, fax a copy of your response to James Shurskis at (717) 787-4750, Bureau of Fixed Utility Services.

Failure to respond to this matter within fifteen (15) days will cause Commission staff to initiate a formal proceeding, that may lead to the following: cancellation of your company's electric supplier license, removal of your information from the Commission's website and notification to all electric distribution companies, in which your company is licensed to do business, of the cancellation of the license.

Please direct any questions to James Shurskis at (717) 787-8763, Bureau of Fixed Utility Services.

Sincerely,

A handwritten signature in cursive script that reads "Robert Wilson".

Robert Wilson, Director
Bureau of Fixed Utility Services

Cc: R. Chiavetta, Secretary



ENERGY

WWW.APPIENERGY.COM

June 28, 2011

Rosemary Chiavetta
Secretary
Pennsylvania Public Utility Commission
P.O. Box 3265
Harrisburg, Pennsylvania 17105-3265

Re: Docket No. A-110041
License Bond or Other Financial Security

ORIGINAL

Dear Madam Secretary:

Affiliate Power Purchasers International, LLC ("APPI") is writing to respond to a letter it received dated June 20, 2011 from Robert Wilson, Director of the Bureau of Fixed Utility Services, regarding the Renewal of the bond or other security relating to our license Docket No. A-110041. A copy of the letter is enclosed.

The initial security approved by the Pennsylvania Public Utility Commission ("PA PUC") and provided by APPI many years ago was a \$10,000 Letter of Credit. APPI has provided a renewal of the Letter of Credit each year to meet APPI's obligation to provide approved security pursuant to the requirements of 52 Pa. Code §54.40(d).

The Letter of Credit now has an expiry date of August 30, 2011. APPI is in the process of obtaining the renewal of the \$10,000 Letter of Credit with PNC Bank. It will have an effective date of August 30, 2011 and an expiry date of August 30, 2012. It is anticipated that the renewal will be completed by July 29, 2011. APPI will provide the original documentation of the renewal of the Letter of Credit to the PA PUC when it is obtained and prior to August 30, 2011, just as we have done for the past several years.

Please advise whether APPI's renewal of the \$10,000 Letter of Credit as described above will continue to meet the requirements of 52 Pa. Code §54.40(d).

Thank you for your cooperation.

Best regards,

Michael S. Payne
Executive Vice President & Corporate Counsel

RECEIVED

JUN 28 2011

PA PUBLIC UTILITY COMMISSION
SECRETARY'S BUREAU

Cc: Mr. James Shurskis

72961

TRUSTED. RELIABLE. POWERFUL SOLUTIONS.