PUC-77 Rev. 304007

	PENNSYLVANIA PUBLIC Uniform Cover an		21
1.	REPORT DATE: March 31, 2008	2. <u>BUREAU AGEN</u> 1199692-FUS-000	
3.	<b>BUREAU:</b> Fixed Utility Services		
4.	SECTION(S): Energy	5. PUBLIC MEETI	NG DATE:
6.	APPROVED BY:	April 9, 2008	
	Director: R. Wilson BV 783-6162		
	<b>Mgr/Spvr:</b> P/Diskin PO 214-5558		
	Legal Review: K Jug		
7.	PERSONS IN CHARGE	9. EFFECTIVE DA	<u> TE OF FILING:</u>
	Rametta/Shurskis 7-8763	N.A.	
8.	DOCKET NO.: A-110175		

- 10. (a) CAPTION (abbreviate if more than 4 lines)
  (b) Short summary of history & facts, documents & briefs
  (c) Recommendation
- (a) License Application of Liberty Power Holdings LLC (Home Office: Fort Lauderdale, FL)

(b) On July 24, 2007, Liberty Power Holdings LLC (Liberty Power) filed an application for a license to offer, render, furnish or supply electricity or electric generation services as a generator and supplier of electric power to residential, commercial, industrial and governmental customers in the service territories throughout the Commonwealth of Pennsylvania.

The License Application is filed in accordance with the requirements of Section 2809 of the Public Utility Code, 66 Pa. C.S. §2809.

(c) The Bureau of Fixed Utility Services recommends that the Commission adopt the proposed Order.

11. MOTION BY: Commissioner Chm. Holland SECONDED: Commissioner Cawley

**Commissioner** Christy - Yes **Commissioner** Pizzingrilli - Yes **Commissioner** 

CONTENT OF MOTION: Staff recommendation adopted.



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

April 11, 2008

A-110175

KAREN ABBOT LICENSING SPECIALIST LIBERTY POWER DELAWARE LLC 800 WEST CYPRESS CREEK RD SUITE 410 FORT LAUDERDALE FL 33309



License Application of Liberty Power Holdings, LLC for approval to offer, render, furnish or supply electricity or electric generation services as a generator and supplier of electric power.

To Whom It May Concern:

This is to advise you that the Commission in Public Meeting on April 9, 2008 adopted an Order in the above entitled proceeding.

An Order has been enclosed for your records.

Very truly yours. Jamés J. McNulty

Jamés J. McNu Secretary

Encls Cert. Mail MH

AMY P LEFCHAK DEPARTMENT OF REVENUE BUREAU OF CORPORATION TAXES STRAWBERRY SQUARE 6TH FLOOR HARRISBURG PA 17128

## PENNSYLVANIA PUBLIC UTILITY COMMISSION Harrisburg, PA 17105-3265

Public Meeting held April 9, 2008

Commissioners Present:

Wendell F. Holland, Chairman James H. Cawley, Vice Chairman Tyrone J. Christy Kim Pizzingrilli

License Application of Liberty Power Holdings, LLC for Approval to Offer, Render, Furnish or Supply Electricity or Electric Generation Services as a Generator and Supplier of Electric Power

Docket No. A-110175

## ORDER

## **BY THE COMMISSION:**

On July 24, 2007, Liberty Power Holdings, LLC (Liberty Power) filed an application seeking to become a licensed electric generation supplier (EGS) in the service territories throughout the Commonwealth of Pennsylvania. The application was filed pursuant to the Commission's regulations at 52 Pa. Code §§ 54.31-54.43, which became effective on August 8, 1998, and which were established under Section 2809 of the Public Utility Code, 66 Pa. C.S. §2809.

§2809 provides in pertinent part that:

License Requirement.--No person or corporation, including municipal corporations which choose to provide service outside their municipal limits except to the extent provided prior to the effective date of this chapter, brokers and marketers, aggregators and other entities, shall engage in the business of an electric generation supplier in this Commonwealth unless the person or corporation holds a license issued by the Commission. 66 Pa. C.S. §2809.

An electric generation supplier is defined as:

A person or corporation, including municipal corporations which choose to provide service outside their municipal limits except to the extent provided prior to the effective date of this chapter, brokers and marketers, aggregators or any other entities, that sells to end-use customers utilizing the jurisdictional transmission and distribution facilities of an electric distribution company, or that purchases, brokers, arranges or markets electricity or related services to end-use customers utilizing the jurisdictional transmission and distribution facilities of an electric distribution company. 66 Pa. C.S. §2803.

Liberty Power is a foreign limited liability company, organized on November 14, 2005, in the State of Delaware, and registered to do business in the Commonwealth of Pennsylvania. Liberty Power proposes to act as a generator and supplier of electric power to residential, commercial, industrial and governmental customers in the service territories throughout the Commonwealth of Pennsylvania.

Since Liberty Power intends to provide services to residential customers, the company is governed by applicable Chapter 56 residential service regulations as set forth in the Commission Order *Guidelines for Maintaining Customer Service at the Same Level of Quality Pursuant to 66 Pa. C.S. §2807(d), Assuring Conformance with 52 Pa. Code Chapter 56 Pursuant to 66 Pa. Code Chapter 56 Pursuant to §2809(e) and (f) and Addressing the Application of Partial Payments (M-00960890 F0011).* Thus, we deem it appropriate to reiterate certain items with respect to Chapter 56 of our regulations. Chapter 56 (52 Pa Code Chapter 56) is applicable to residential accounts. An electric generation supplier cannot physically disconnect a residential customer from the electricity grid; therefore, the rules relating to residential service termination are not applicable to electric generation suppliers. An electric generation supplier may seek to terminate its generation

2

service through an appropriate written notice to the customer and the distribution company. The residential customer can then attempt to repair their relationship with the supplier, seek a new supplier, or default to utility service at capped rates in accordance with the utility's obligations under Section 2807(e), 66 Pa. C.S. §2807(e). The customer would only be disconnected from the electricity grid pursuant to appropriate regulations if the customer failed to meet its obligations to the utility or the electric generation supplier that has been designated by the Commission as the provider of last resort.

Additionally, we take this opportunity to once again remind the licensee that its officers, representatives and employees have agreed to lawfully abide by all Commission regulations, procedures and orders, 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.

Liberty Power has provided proofs of publication in Pennsylvania newspapers and proofs of service to the interested parties as required by the Commission.

Regarding the financial and technical requirements of the license application, Liberty Power, a privately held company, submitted confidential financial statements for Liberty Power Corp., LLC and Subsidiaries, for the years ended December 31, 2005 and December 31, 2006. They include statements of Cash Flows, Operations and Members' Equity and Balance Sheets audited by an independent certified public accounting firm, in accordance with auditing standards generally accepted in the United States of America. Liberty Power Corp., LLC is the parent of Liberty Power Super Holding, LLC, which is the parent of Liberty Power. Liberty Power has supplied information, which indicates that its principal officers have the requisite expertise. Sufficient information has been provided by Liberty Power to demonstrate its financial

3

and technical fitness in order to be licensed as a generator and supplier of electric power in the Commonwealth of Pennsylvania.

Liberty Power has provided a \$250,000 surety bond as required by the license application.

Liberty Power has provided the required Pennsylvania Emergency Management Agency (PEMA) contact information.

As of March 31, 2008, no protests have been filed.

We find that the applicant:

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- Is fit, willing and able to properly perform the service proposed in conformance with applicable provisions of the Public Utility Code and lawful Commission orders and regulations, specifically including 52 Pa. Code Chapter 56 (relating to Standards and Billing Practices for Residential Utility Service).
- 2. Has agreed to lawfully abide by all Commission regulations, procedures and orders, 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.
- 3. That the proposed service, to the extent authorized by the license, will be consistent with the public interest and the policy declared in the Electricity Generation Customer Choice and Competition Act.

4

Upon full consideration of all matters of record, we find that approval of this application is necessary and proper for the service, accommodation and convenience of the public; **THEREFORE**,

## **IT IS ORDERED:**

1. That the application of Liberty Power Holdings, LLC is hereby approved, consistent with this Order.

2. That a license be issued authorizing Liberty Power Holdings, LLC to begin to offer, render, furnish or supply electric generation supplier services to the public in the service territories throughout the Commonwealth of Pennsylvania.

3. That this proceeding at Docket No. A-110175 be closed.

BY THE COMMISSION,

Jame Secretary

(SEAL)

ORDER ADOPTED: April 9, 2008

ORDER ENTERED: APR 1 1 2008

2. Article Number 7160 3901 9843 2323 9891	D. Is delivery address different from Item 1?	Agent Addressee		
3. Service Type CERTIFIED MAIL     4. Restricted Delivery? (Extra Fee) Yes		   		
4. Restricted Derivery ( (2xtra Fee) )         res           1. Article Addressed to:	l	}		
A-110175 0 Karep abbot				
Raren 12000				
PS Form 3811,				

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