

June 15, 2016

Stephen Baker  
Legal Compliance  
Constellation Energy Gas Choice, LLC  
325 North St. Paul St Suite 2650  
Dallas, TX 75201

Dear Stephen Baker:

We are pleased that Constellation Energy Gas Choice, LLC has applied for a license to provide Natural Gas Supply Service on the distribution system of Columbia Gas of Pennsylvania, Inc. ("Columbia Gas").

Under Paragraph 2.4.5 of the Rules Applicable to Distribution Service section of the Tariff of Columbia Gas, Constellation Energy Gas Choice, LLC could be required to provide to Columbia Gas a bond or other financial security instrument in an amount that Columbia Gas determines to be appropriate. We have determined at this time that Constellation Energy Gas Choice, LLC has met the financial security requirement to provide Natural Gas Supply Service to Columbia Gas customers.

If the creditworthiness requirement or Columbia Gas' exposure to Constellation Energy Gas Choice, LLC changes in the future, Columbia Gas might deem it appropriate to require Constellation Energy Gas Choice, LLC to provide a bond or other financial security instrument.

Please feel free to contact me at 614-460-6841 should you have any questions regarding a bond or other financial security instrument requirements of Columbia Gas.

Sincerely,



Michele Caddell  
Manager of Choice and Nominations



An Exelon Company

June 15, 2016  
PECO - Exelon Corporation  
Energy Acquisition  
2301 Market Street  
Philadelphia, PA. 19101

Stephen Baker, Legal Compliance  
Constellation Energy Gas Choice, LLC  
100 Constellation Way  
Suite 1200C  
Baltimore, MD 21202

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

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

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

Sincerely,

A handwritten signature in black ink that reads "Carol Reilly".

Carol Reilly  
Manager  
Energy Acquisition

**Lynda W. Petrichevich**  
Director, Rates and Regulatory Affairs

**Peoples Service Company LLC**  
Phone: 412-208-6528; Fax: 412-208-6577  
Email: lpetrichevich@peoples-gas.com

June 14, 2016

**Stephen Baker**  
Legal Compliance  
Constellation Energy Gas Choice, LLC  
325 North St. Paul Street, Suite 2650  
Dallas, TX 75201

Dear Mr. Baker:

We are pleased that Constellation Energy Gas Choice, LLC has applied for a license to provide natural gas services on the Peoples Group of Companies. Specifically you have requested to be licensed as a supplier on the distribution systems of Peoples Natural Gas Company LLC, Peoples TWP, and Peoples Natural Gas LLC – Equitable Division (“the Companies”).

Since Constellation Energy Gas Choice, LLC is not currently operating a Pool on the Peoples systems, we have determined at this time that Constellation Energy Gas Choice, LLC does not need a bond or other financial security requirement to provide these services to the Company’s customers.

If a Pool is established which alters the creditworthiness requirement or the Company’s exposure to Constellation Energy Gas Choice, LLC provision of services on the Peoples’ system changes in the future, the Companies may deem it appropriate to require a bond or other financial instrument.

If you have any questions feel free to contact me at 412-208-6528 or by email at [Lynda.W.Petrichevich@peoples-gas.com](mailto:Lynda.W.Petrichevich@peoples-gas.com).

Sincerely,



**Lynda W. Petrichevich**  
Director – Rates and Regulatory Affairs  
Peoples Natural Gas Company LLC

Cc: Steven Kolich  
Stephen Kelly



**PHILADELPHIA GAS WORKS**  
800 West Montgomery Avenue • Philadelphia, PA 19122

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June 15, 2016

Mr. Stephen Baker  
Legal Compliance  
Constellation Energy Gas Choice, LLC  
325 North St. Paul Street, Suite 2650  
Dallas, TX 75201

RE: Security Requirement Bond – Supplier

Dear Mr. Baker:

Philadelphia Gas Works (“PGW”) is aware that Constellation Energy Gas Choice, LLC has filed an application with the Pennsylvania Public Utility Commission to supply natural gas services to the public in Pennsylvania and specifically within the services territory of Philadelphia Gas Works.

As you know, in making such an application, Constellation Energy Gas Choice, LLC must furnish acceptable security to each utility where Constellation Energy Gas Choice, LLC will do business. As such, under its tariff, Philadelphia Gas Works could require Constellation Energy Gas Choice, LLC to provide a bond or other financial security instrument in an amount that Philadelphia Gas Works determines to be appropriate.

However, since you are just beginning the process with the PAPUC and the Philadelphia Gas Works to become a supplier, the Philadelphia Gas Works, at this time, will not require any type of bond or security.

If circumstances should change during the vetting of the application, Philadelphia Gas Works reserves the right to require security from Constellation Energy Gas Choice, LLC as it deems appropriate.

If you have any questions concerning the foregoing, please contact me at (215) 684-6278.

Sincerely,

A handwritten signature in black ink that reads 'Nicholas LaPergola'.

Nicholas LaPergola  
Director  
Gas Supply, Transportation & Control

NL:b

c. **PROPOSED SERVICES:** Describe in detail the natural gas supply services which the Applicant proposes to offer.

**Constellation Energy Gas Choice, LLC is a competitive supplier of natural gas and services.**

d. **PROPOSED SERVICE AREA:** Check the box of each Natural Gas Distribution Company for which the Applicant proposes to provide service.

- |  |   |
|--|---|
| <input checked="" type="checkbox"/> <b>Columbia</b>            | <input checked="" type="checkbox"/> <b>Philadelphia Gas Works</b> |
| <input type="checkbox"/> National Fuel Gas                     | <input type="checkbox"/> UGI Central Penn                         |
| <input checked="" type="checkbox"/> <b>PECO</b>                | <input type="checkbox"/> UGI Penn natural                         |
| <input type="checkbox"/> Peoples Gas – Equitable Div.          | <input checked="" type="checkbox"/> <b>UGI Utilities</b>          |
| <input checked="" type="checkbox"/> <b>Peoples Natural Gas</b> | <input type="checkbox"/> Valley Energy                            |
| <input type="checkbox"/> Peoples TWP                           | <input type="checkbox"/> All of the above                         |

**Applicant, as Constellation Energy Gas Choice, Inc., is currently authorized as a natural gas supplier in the Columbia, PECO, Peoples Natural Gas, Philadelphia Gas Works, and UGI Utilities service areas.**

e. **CUSTOMERS:** Applicant proposes to provide services to:

- Residential Customers
- Small Commercial Customers - (Less than 6,000 Mcf annually)
- Residential and Small Commercial as Mixed Meter ONLY **(CANNOT BE TAKEN WITH RESIDENTIAL AND/OR SMALL COMMERCIAL ABOVE)**
- Large Commercial Customers - (6,000 Mcf or more annually)
- Industrial Customers
- Governmental Customers
- All of above (Except Mixed Meter)**
- Other (Describe):

f. **START DATE:** Provide the approximate date the Applicant proposes to actively market within the Commonwealth.

**Constellation Energy Gas Choice, Inc. changed its name to Constellation Energy Gas Choice, LLC effective December 31, 2015. The Applicant, an existing licensed natural gas supplier as Constellation Energy Gas Choice, Inc., is currently serving and actively marketing within the Commonwealth.**

## **5. COMPLIANCE**

a. **CRIMINAL/CIVIL PROCEEDINGS:** State specifically whether the Applicant, an affiliate, a predecessor of either, or a person identified in this Application, has been or is currently the defendant of a criminal or civil proceeding within the last five (5) years.

Identify all such proceedings (active or closed), by name, subject and citation; whether before an administrative body or in a judicial forum. If the Applicant has no proceedings to list, explicitly state such.

**The Applicant has been involved in various legal proceedings involving confidential matters, including but not limited to, trade payables, employment disputes, collections and customer bankruptcy matters. All of these proceedings have arisen in the ordinary course of business and are either in process or have been resolved by a court decision, confidential settlement agreement, or otherwise.**