



COMMONWEALTH OF PENNSYLVANIA
PENNSYLVANIA PUBLIC UTILITY COMMISSION
COMMONWEALTH KEYSTONE BUILDING
400 NORTH STREET
HARRISBURG, PENNSYLVANIA 17120

IN REPLY PLEASE
REFER TO OUR FILE

January 28, 2026

Via Certified Mail

STEPHEN MELLIS
SOUTH BAY ENERGY CORP.
54 STATE STREET, STE 804 #7818
ALBANY NY 12207

RE: Bond Rider
South Bay Energy Corp
A-2019-3007847

Dear Mr. Mellis:

Please find under cover of this letter the financial instrument filed with the Commission on behalf of South Bay Energy Corp because it is not acceptable.

The Commission requires a supplier to file an **original** bond, letter of credit, continuation certificate, amendment, or other financial instrument as part of a supplier's licensing requirements under Section 2809(c) of the Pennsylvania Public Utility Code.

The enclosed financial instrument 's security level is not sufficient for 2026.

The Commission's regulations at 52 Pa. Code §54.40(d) require the security level, or bond amount, for each licensee to be 10% of the licensee's most recent reported 4 quarters of gross receipts.

Please file the corrected, originally signed and sealed security instrument with my office within 20 days of the date of this letter, preferably by overnight delivery

Sincerely,

A handwritten signature in black ink that reads 'Matthew L. Homsher'. The signature is written in a cursive, flowing style.

Matthew L. Homsher
Secretary

MH: jbs