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December 2, 2011

VIA ELECTRONIC FILING AND HAND DELIVERY

Rosemary Chiavetta, Secretary
Pennsylvania Public Utility Commission
Commonwealth Keystone Building
400 North Street
Harrisburg, PA 17120

RE: Application of Agway Energy Services, LLC, Docket No. A-125125; Amendment of Natural Gas Supplier License Application to Include Service Territory of National Fuel Gas of Pennsylvania.

Dear Secretary Chiavetta:

On October 18, 2011 Agway Energy Services, LLC ("AES") requested authority to amend its Natural Gas Supplier License to include the service territory of National Fuel Gas of Pennsylvania ("NFG"). On November 22, 2011 AES provided the Commission with proof of publication of the Notice of its Application in the Erie Times Newspaper. Enclosed is a letter from NFG indicating, that for the purpose of serving customers enrolled in a POR program, AES would not be required to post a security with NFG. AES presently intends to serve only customers enrolled in a POR program and therefore is not required to post security. Should you require any additional information, please let me know immediately so that we can provide it.

If you have any questions concerning this letter, please do not hesitate to contact me.

Very truly yours,

Todd S. Stewart

Counsel for Agway Energy Services, LLC

TSS/alh

Enclosures

cc: Andrew Herster, Bureau of Fixed Utility Services (via Hand-Delivery)

MAILING ADDRESS: P.O. BOX 1778 HARRISBURG, PA 17105

CERTIFICATE OF SERVICE

I hereby certify that I have this day served a true copy of the foregoing document upon the parties, listed below, in accordance with the requirements of 52 Pa. Code § 1.54 (relating to service by a party)

VIA ELECTRONIC AND FIRST CLASS MAIL

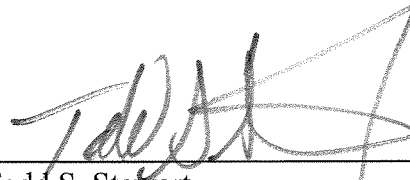
Irwin A. Popowsky
Office of Consumer Advocate
5th Floor, Forum Place
555 Walnut Street
Harrisburg, PA 17120

Office of Small Business Advocate
Commerce Building, Suite 1102
300 North Second Street
Harrisburg, PA 17101

Office of the Attorney General
Bureau of Consumer Protection
Strawberry Square, 14th Floor
Harrisburg, PA 17120

Commonwealth of Pennsylvania
Department of Revenue
Bureau of Compliance
Harrisburg, PA 17128-0946

National Fuel Gas Distribution Corporation
David D. Wolford
6363 Main Street
Williamsville, NY 14221



Todd S. Stewart

Dated this 2nd day of December 2011



National fuel

December 1, 2011

Mr. Mark Pitonzo
Agway Energy Services.
PO Box 4819
Syracuse, NY 13221

RE: Security Requirement for Agway Energy Services.
Dear Mark:

Pursuant to 66 Pa. C. S. § 2208 (c), an applicant for a natural gas supplier license in the Commonwealth of Pennsylvania must furnish security to each utility where the supplier will do business to ensure the financial responsibility of such natural gas supplier. To this end, National Fuel Gas Distribution Corporation (“National Fuel”) has performed a credit review and analysis of Agway Energy Services. (“Agway”) and has determined that Agway must post a security deposit in cash, or a form of security acceptable to National Fuel, to operate as a supplier on National Fuel’s system.

Agways’ security requirement to serve Pennsylvania customers is dependent on the type of transportation service utilized by Agway. There is no Natural Gas Supplier (NGS) security requirement for customers that will be enrolled in National Fuel’s Purchase of Receivable (POR) program. As such, Agway will not be required to post security for customers enrolled in the POR program. A security deposit will be required for transportation customers not enrolled in the POR program.

Should you have any questions concerning the above, please contact me at 716-857-7796.

Yours truly,

Robert C. Smielecki

Robert C. Smielecki
Transportation Services Department