

**DOCKETED**

MAY 17 2000

**PENNSYLVANIA  
PUBLIC UTILITY COMMISSION**

**RECEIVED  
OFFICE OF THE  
SECRETARY**

IN THE MATTER OF THE APPLICATION OF: A-125078

Application of Unifil Resources, Inc. d/b/a Usource for the right to begin to offer, render, furnish or supply natural gas supply services to the public, within the service territories of National Fuel Gas Distribution Corporation, UGI Utilities, Inc., PECO Energy Company, PFG Gas, Inc., T.W. Phillips Gas & Oil Company, and NUI Valley Cities Gas, within the Commonwealth of Pennsylvania.

The Pennsylvania Public Utility Commission hereby certifies that after an investigation and/or hearing, it has, by its report and order made and entered, found and determined that the granting of the application is necessary or proper for the service, accommodation, convenience and safety of the public and hereby issues, evidencing the Commission's approval, to the applicant this:

**LICENSE FOR NATURAL GAS SUPPLIER.**

In Witness Whereof, The PENNSYLVANIA PUBLIC UTILITY COMMISSION has caused these presents to be signed and sealed, and duly attested by its Secretary at its office in the city of Harrisburg this 11th day of May, 2000.

*James F. McNealty*

Secretary

LEBOEUF, LAMB, GREENE & MACRAE  
L.L.P.

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ORIGINAL

VIA HAND DELIVERY

June 12, 2000

James J. McNulty  
Secretary  
Public Utility Commission  
North Office Building  
Harrisburg, PA 17120

DOCUMENT  
FOLDER

RECEIVED  
JUN 12 PM 3:02  
SECRETARY'S BUREAU

Re: Natural Gas Supplier License of  
Unitil Resources, Inc., d/b/a Usource

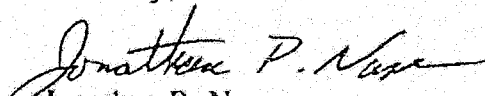
Dear Secretary McNulty:

By Order of May 12, 2000, in Docket No. A-125078, the Public Utility Commission granted a natural gas supplier license to Unitil Resources, Inc., d/b/a Usource. This license was to provide service throughout Pennsylvania, except for the service territories of PG Energy and Columbia Gas, because Usource had not provided a bond (or correspondence demonstrating that no bond is necessary) with respect to those two natural gas distribution companies.

Enclosed please find correspondence from those two natural gas distribution companies demonstrating that no bond is necessary for Usource at this time. Please amend Usource's license accordingly.

Thank you for your cooperation in this matter. Please feel free to contact me if you have any questions or concerns about this information.

Sincerely,

  
Jonathan P. Nase

74  
Enclosures (2)

cc: Raymond Morrissey

JUN 7 2000

June 5, 2000

**PG Energy**  
A Pennsylvania Enterprises Company

Jonathan P. Nase  
LeBocuf, Lamb, Greene & MacRae  
200 North Third Street  
Suite 300  
P O Box 12105  
Harrisburg, PA 17108-2105

RECEIVED  
00 JUN 12 PM 3:02  
PA.P.U.C. BUREAU  
SECRETARY'S BUREAU

Dear Jonathan:

PG Energy has recently reviewed the financial and other information provided by Enitil Resources, Inc., d/b/a Usource to the Commonwealth of Pennsylvania in connection with its request to be approved as a natural gas supplier in the Commonwealth. Based on our review of the aforementioned information, we have concluded that Usource meets the creditworthiness standards set forth in Southern Union Tariff Gas Pa. P.U.C. No. 5 (the "Tariff").

Therefore, please consider this letter as confirmation that Usource is hereby approved as a broker in PG Energy's service territory.

Furthermore, it is my understanding, based upon your letter dated May 25, 2000 and our subsequent conversations, that Usource will not obtain customers within the meaning of the Tariff. Usource will instead offer an internet platform by which buyers and sellers of natural gas can negotiate contracts with each other. Usource will never take title to the natural gas and will never supply natural gas to the customer. Usource will simply provide a forum by which customers and natural gas suppliers can negotiate their own agreements for natural gas. As a result, no form of security or credit enhancement is required from Usource at this time. However, PG Energy reserves the right to reevaluate Usource's creditworthiness or the need for security or credit enhancement from Usource when information received by PG Energy indicates that Usource's financial condition has deteriorated or Usource's operations have expanded to servicing additional customers of PG Energy within the meaning of the Tariff.

Finally, PG Energy has assessed Usource a \$100.00 fee for the initial evaluation of its creditworthiness. Your payment, which is due upon receipt of this letter, should be made payable to PG Energy, and forwarded to my attention at One PEI Center, Wilkes-Barre, PA 18711.

Thank you for your interest in assisting PG Energy's customers with choosing a natural gas supplier. We look forward to working with you in the future.

Very truly yours,

Richard N. Marshall  
Treasurer and Assistant Secretary

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FOLDER

RNM/te

JOCKETED  
JUN 14 2000

Murray J. Hartzberg  
Director, Financial Planning  
and Analysis

650 Washington Road  
Pittsburgh, PA 15228-2703

(412) 572-7154  
fax: (412) 572-7162

June 2, 2000

Mr. Raymond Morrisey  
Vice President  
Unitil Resources Inc. d/b/a Usource  
6 Liberty Lane West  
Hampton, NH 03842

Dear Raymond:

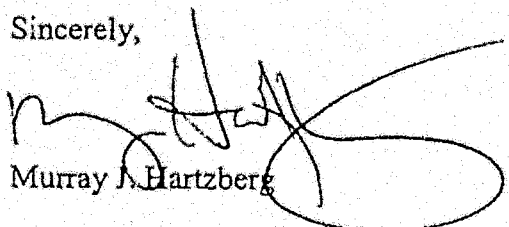
We are pleased that Unitil Resources Inc. d/b/a Usource ("Unitil") is intending to provide Natural Gas Supply Service on the distribution system of Columbia Gas of Pennsylvania, Inc. ("Columbia Gas").

Under Paragraph 2.4.5 of the Rules Applicable to Distribution Service section of the Tariff of Columbia Gas, Unitil is not required to provide to Columbia Gas a bond or other financial security instrument unless based upon Columbia Gas' creditworthiness requirements such a bond or other financial security instrument is deemed necessary. This letter is to inform you that we have recently completed a creditworthiness analysis of Unitil and have determined at this time that, under Paragraph 2.4.5 of the Rules Applicable to Distribution Service section of the Tariff of Columbia Gas, Unitil does not have to currently provide a bond or other financial security to Columbia Gas.

If the creditworthiness circumstances of Unitil change in the future, Columbia Gas might deem it appropriate to require Unitil to provide a bond or other financial security instrument.

In the meantime, please feel free to contact me at the above telephone number if you have any questions now or in the future regarding the bond or other financial security instrument requirements of Columbia Gas.

Sincerely,



Murray J. Hartzberg

DATE: June 14, 2000

SUBJECT: A-125078

DOCUMENT  
FOLDER

TO: Bureau of Fixed Utility Services

FROM: James J. McNulty, Secretary

LAF

**DOCKETED**  
JUN 14 2000

Natural Gas Supplier License of  
Unitil Resources, Inc. d/b/a Usource

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Attached is a copy of a Letter-Request of Unitil Resources, Inc., d/b/a Usource for amendment of license, filed in connection with the above docketed proceeding.

This matter is assigned to your Bureau for appropriate action.

Attachment

cc: LAW  
OTS

laf