



August 20, 2007

James J. McNulty, Secretary
Pennsylvania Public Utility Commission
P.O. Box 3265
Harrisburg, PA 17105-3265

Re: Docket No. A-110056

DOCUMENT
FOLDER

SECRETARY'S BUREAU

2007 AUG 22 AM 8:31

RECEIVED

Dear Mr. McNulty,

Enclosed please find a copy of our Public Utility Bond for the period 9/1/2007-9/1/2008. Please let me know if you have any questions or concerns. Thank you.

Yours truly,

Nadia Adawi
Director of Operations

cc: James Shurskis, by fax: (717) 787-4750

RJP

PUBLIC UTILITY BOND

Bond No. 37 BD 029-03

KNOW ALL BY THESE PRESENTS, That we, Energy Cooperative Association of Pennsylvania, referred to as the Principal, and Federated Rural Electric Insurance Exchange, a corporation organized and existing under the laws of the State of Kansas and authorized to do business in the State of Pennsylvania as Surety, are held and firmly bound unto PENNSYLVANIA PUBLIC UTILITY COMMISSION, Post Office Box 3265, Harrisburg, Pennsylvania 17105, hereinafter referred to as Oblige, in the Two Hundred and Seventy Six Thousand and NO/100 -----DOLLARS (\$276,000.00), lawful money of the United States of America, to the payment of which sum, well and truly to be made, we bind ourselves, our executors, administrators, successors, and assigns, firmly by these presents.

THE CONDITION OF THIS OBLIGATION IS SUCH, That WHEREAS, the Principal has made application for a license to the Oblige to offer, render, furnish or supply electricity or electric generation services to the public.

NOW, THEREFORE, if the Principal shall faithfully comply with all rules and regulations which have been or may hereafter be in force concerning said License then this obligation shall be void; otherwise, to remain in full force and effect.

The bond is written in accordance with Section 2809 (e)(1)(9) of the Public Utility Code, 66 Pa. C.S. Section 2809 (c)(f)(i), to assure compliance with applicable provisions of the Public Utility Code, 66 Pa. C.S. Sections 101, et seq. And the rules and regulations of the Pennsylvania Public Utility Commission by the Principal as a licensed electric generation supplier, to ensure the payment of Gross Receipts Tax as required by Section 2810 of the Public Utility Code, 66 Pa. C.S. Section 2810, and to ensure the supply of electricity as retail in accordance with contracts, agreements or arrangements. Payments made pursuant to this bond shall ensure first to the benefit of the Commonwealth, and second, to any and all retail electric generation customers to whom the Principal may be held legally liable for failure to supply electric generation pursuant to contract, agreements or arrangements. Any claims made by the Commonwealth shall have priority over claims made by private individuals. Proceeds of the bond may not be used to pay any penalties or fines levied against the Principal for violations of the law, or for payment of any other tax obligations owed to the Commonwealth.

Subject, however, to the following:

1. The aggregate liability of the Principal and Surety is limited to the foregoing penal sum which penal sum shall be reduced by any payment made in good faith hereunder.
2. The Principal and Surety shall have no obligation to any claimant other than the Commonwealth unless the claimant furnishes a written notice to Principal and Surety within thirty (30) days following a breach for which recovery is demanded, said notice to provide a reasonable explanation of the breach.

THIS BOND WILL EXPIRE September 1, 2008, but may be continued by continuation certificate signed by Principal and Surety. The surety may at any time terminate its liability by giving sixty (60) days written notice to the Oblige, and the surety shall not be liable for any default after such sixty-day notice period, except for defaults occurring prior thereto.

SIGNED AND SEALED THIS 1st DAY OF August, 2007.
ENERGY COOPERATIVE ASSOCIATION OF PA

By: _____
Principal

FEDERATED RURAL ELECTRIC INSURANCE EXCHANGE

By: [Signature]
Attorney-in-Fact
William C. West

SECRETARY'S BUREAU

2007 AUG 22 AM 8:31

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AUG 27 2007



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

IN REPLY PLEASE
REFER TO OUR FILE

July 28, 2008

Docket No. A-110056

ENERGY COOPERATIVE ASSOCIATION OF PENNSYLVANIA
1218 CHESTNUT ST STE 1003
PHILADELPHIA PA 19107

ATTENTION: NADIA ADAWI

RE: License Bond or Other Financial Security

Dear Ms. Adawi:

**DOCUMENT
FOLDER RECEIVED**

JUL 29 2008

PA PUBLIC UTILITY COMMISSION
SECRETARY'S BUREAU

Pursuant to 66 Pa. C.S. §2809(c), no electric supplier license shall remain in force unless the licensee furnishes a bond or other security approved by the Commission to ensure the *financial responsibility of the electric generation supplier and the supply of electricity at retail*. The Commission's records indicate that the expiration of the bond or other approved security provided by Energy Cooperative Association of Pennsylvania occurs on September 1, 2008.

The Commission's regulations at 52 Pa. Code §54.40(d) require "the security level for each licensee will be reviewed annually and modified primarily based upon the licensee's reported annual gross receipts information. The security level will be 10% of the licensee's reported gross receipts." The minimum security level provided may not be less than the initial security level provided when the license was granted. Unless approved by the Commission, the initial security level is \$250,000.

The Commission's regulations at 52 Pa. Code §54.39(b) require a licensee to file an annual report on or before April 30 of each year, for the previous calendar year, in order to comply with 66 Pa. C.S. §2810(c)(6). This report discloses the total amount of gross receipts from the sale of electricity and the total amount of electricity sold during the preceding calendar year. You must use this same information in calculating the appropriate security level necessary to maintain your license.

In order for your company to maintain its status as a licensed electric supplier in the Commonwealth of Pennsylvania, it must provide proof to the Commission that a bond or other approved security has been obtained.

Your response in this matter is requested within fifteen (15) days of the date of this letter. Submit your response to the Commission's Secretary. Additionally, fax a copy of your response to James Shurskis at (717) 787-4750, Bureau of Fixed Utility Services.

Failure to respond to this matter within fifteen (15) days will cause Commission staff to initiate a formal proceeding, that may lead to the following: cancellation of your company's electric supplier license, removal of your information from the Commission's website and notification to all electric distribution companies, in which your company is licensed to do business, of the cancellation of the license.

Please direct any questions to James Shurskis at (717) 787-8763, Bureau of Fixed Utility Services.

Sincerely,

A handwritten signature in cursive script that reads "Robert Wilson".

Robert Wilson, Director
Bureau of Fixed Utility Services

Cc: J. McNulty, Secretary



**DOCUMENT
FOLDER**

July 28, 2008

James N. McNulty, Secretary
Pennsylvania Public Utility Commission
P.O. Box 3265
Harrisburg, PA 17101-3265

Re: License No. A-110056

Dear Mr. McNulty,

Effective immediately, please change your records to show Tracy Jenish as the new contact name for our company. I am replacing Nadia Adawi as Director of Operations.

Please let me know any questions.

Yours truly,

Tracy Jenish
Director of Operations
(215) 413-2122
tjenish@theEnergy.coop

RECEIVED
2008 JUL 30 AM 9:08
PA P.U.C.
SECRETARY'S BUREAU

BN-15597



December 9, 2008

James J. McNulty, Secretary
Pennsylvania Public-Utility Commission
P.O. Box 3265
Harrisburg, PA 17105-3265

DOCUMENT
FOLDER

PA PUBLIC
UTILITY
COMMISSION
SECRETARY'S BUREAU

2008 DEC 11 AM 8:29

RECEIVED

Re: Docket No. A-110056

Dear Mr. McNulty,

Enclosed please find a copy of our Public Utility Bond for the period 9/1/2008-9/1/2009. We are sincerely sorry for the delay in getting this to you.

Please let me know if you have any questions or concerns. Thank you.

Yours truly,

Stephen Fernands
President

cc: James Shurskis, by fax: (717) 787-4750

DATE OF INVOICE 8-1-08 as

FEDERATED RURAL ELECTRIC INSURANCE EXCHANGE P.O. Box 15147 Lenexa, Kansas 66285-5147	PLEASE REMIT TO: P.O. Box 210663 Kansas City, MO 64141
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POLICY NUMBER 37 BD 029-03	TYPE OF POLICY Bond	PREMIUM ADJUSTMENT FOR THE PERIOD		CHARGES			CREDITS		
		FROM	TO	CODE	EXPOSURE	RATE	PREM. CHARGES	ITEM	CREDIT
Effective: 9-1-08 to 9-1-09									
One (1) Public Utility Continuation Certificate Bond Value: \$185,000									
Due: 09/01/2008									
							\$1,850.00	DEPOSIT PREMIUM	

37029

The Energy Cooperative 1218 Chestnut Street, Suite 1003 Philadelphia, PA 19107	TOTAL CHARGES	<u>\$1,850.00</u>	TOTAL CREDITS	_____
	LESS CREDIT	_____	LESS TOTAL CHARGES	_____
	PAY THIS AMOUNT	<u>\$1,850.00</u>	CREDIT REMAINING TO ACCOUNT	_____
			CREDIT APPLIED ON POLICY NO.	<input type="checkbox"/> _____
			REFUND CHECK ENCLOSED	<input type="checkbox"/> _____

PUBLIC UTILITY BONDBond No. 37 BD 029-03

KNOW ALL BY THESE PRESENTS, That we, Energy Cooperative Association of Pennsylvania, referred to as the Principal, and Federated Rural Electric Insurance Exchange, a corporation organized and existing under the laws of the State of Kansas and authorized to do business in the State of Pennsylvania as Surety, are held and firmly bound unto PENNSYLVANIA PUBLIC UTILITY COMMISSION, Post Office Box 3265, Harrisburg, Pennsylvania 17105, hereinafter referred to as Oblige, in the One Hundred and Eighty Five Thousand and NO/100 -----DOLLARS (\$185,000.00), lawful money of the United States of America, to the payment of which sum, well and truly to be made, we bind ourselves, our executors, administrators, successors, and assigns, firmly by these presents.

THE CONDITION OF THIS OBLIGATION IS SUCH, That WHEREAS, the Principal has made application for a license to the Oblige to offer, render, furnish or supply electricity or electric generation services to the public.

NOW, THEREFORE, if the Principal shall faithfully comply with all rules and regulations which have been or may hereafter be in force concerning said License then this obligation shall be void; otherwise, to remain in full force and effect.

The bond is written in accordance with Section 2809 (e)(1)(9) of the Public Utility Code, 66 Pa. C.S. Section 2809 (c)(f)(i), to assure compliance with applicable provisions of the Public Utility Code, 66 Pa. C.S. Sections 101, et seq. And the rules and regulations of the Pennsylvania Public Utility Commission by the Principal as a licensed electric generation supplier, to ensure the payment of Gross Receipts Tax as required by Section 2810 of the Public Utility Code, 66 Pa. C.S. Section 2810, and to ensure the supply of electricity as retail in accordance with contracts, agreements or arrangements. Payments made pursuant to this bond shall ensure first to the benefit of the Commonwealth, and second, to any and all retail electric generation customers to whom the Principal may be held legally liable for failure to supply electric generation pursuant to contract, agreements or arrangements. Any claims made by the Commonwealth shall have priority over claims made by private individuals. Proceeds of the bond may not be used to pay any penalties or fines levied against the Principal for violations of the law, or for payment of any other tax obligations owed to the Commonwealth.

Subject, however, to the following:

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THIS BOND WILL EXPIRE September 1, 2009, but may be continued by continuation certificate signed by Principal and Surety. The surety may at any time terminate its liability by giving sixty (60) days written notice to the Oblige, and the surety shall not be liable for any default after such sixty-day notice period, except for defaults occurring prior thereto.

SIGNED AND SEALED THIS 1st DAY OF August, 2008.

ENERGY COOPERATIVE ASSOCIATION OF PA

By: _____
Principal

FEDERATED RURAL ELECTRIC INSURANCE EXCHANGE

By: Thomas Gitschier
Attorney-in-Fact
Thomas Gitschier



08/19/2008 01:16 PM



A reciprocal exchange managed by Federated Rural Electric Management Corp.

A Touchstone Energy Cooperative

POWER OF ATTORNEY

KNOW ALL MEN BY THESE PRESENTS: That this Power-of-Attorney is not valid unless attached to the bond which it authorizes executed.

FEDERATED RURAL ELECTRIC INSURANCE EXCHANGE, a Kansas corporation, having its office in the City of Lenexa, State of Kansas, does hereby make, constitute and appoint Thomas Gitschier, Vice President of Underwriting in the City of Lenexa, County of Johnson, State of Kansas, its true and lawful attorney-in-fact, at Lenexa, in the State of Kansas, to make, execute, seal and deliver for and on its behalf, and as its act and deed, bonds, and license and permit bonds; tax, lien, and miscellaneous bonds; required by Federal, State, County, Municipal Authority, or other obligees.

This power void if altered or erased.

The acknowledgment and execution of any such document by the said Attorney-in-Fact shall be as binding upon the Company as if such bond had been executed and acknowledged by the regularly elected officers of this Company.

This Power of Attorney is granted, signed and sealed by original or facsimile under and by the authority of the following bylaw as adopted by the Board of Directors and stockholders of Federated Rural Electric Insurance Exchange at a meeting duly called and held on the 12th day of April, 1984.

"The president shall be the chief executive officer of the corporation. He shall have authority, subject to such rules as may be prescribed by the Board of Directors, to sign, execute and acknowledge, on behalf of the corporation, all deeds, mortgages, bonds, stock certificates, contracts, leases, and other documents or instruments necessary or proper to be executed in the course of the corporation's regular business, or which shall be authorized by resolution of the Board of Directors; and, except as otherwise provided by law or the Board of Directors, he may authorize any Vice-President or other officer or agent of the corporation to sign, execute and acknowledge such documents or instruments in his place and stead."

IN-WITNESS WHEREOF, Federated Rural Electric Insurance Exchange has caused these presents to be signed by its duly authorized officers this 20th day of November, 2006.

FEDERATED RURAL ELECTRIC INSURANCE EXCHANGE

BY President/CEO

[Handwritten signature]



Assistant Secretary

STATE OF KANSAS)
) ss:
COUNTY OF JOHNSON)

On this 20 day of November, 2006, before me, a Notary Public, personally appeared Thomas Gitschier and Philip Irwin, who being by me duly sworn, acknowledged said instrument to be the voluntary act and deed of said Corporation.



[Handwritten signature of Notary Public]



*This endorsement changes the bond.
Please read it carefully.*

Effective 09-01-2008 12:01 a.m. standard time, this endorsement forms a part of
Bond No. 37 BD 029-03 issued by the Federated Rural Electric Insurance Exchange to:
The Energy Cooperative

BONDHOLDER DISCLOSURE NOTICE OF TERRORISM INSURANCE COVERAGE

Coverage for acts of terrorism is included in your policy. You are hereby notified that under the Terrorism Risk Insurance Act, as amended in 2007, the definition of act of terrorism has changed. As defined in Section 102(1) of the Act: The term "act of terrorism" means any act that is certified by the Secretary of the Treasury--in concurrence with the Secretary of State, and the Attorney General of the United States--to be an act of terrorism; to be a violent act or an act that is dangerous to human life, property, or infrastructure; to have resulted in damage within the United States, or outside the United States in the case of certain air carriers or vessels or the premises of a United States mission; and to have been committed by an individual or individuals as part of an effort to coerce the civilian population of the United States or to influence the policy or affect the conduct of the United States Government by coercion. Under you coverage, any losses resulting from certified acts of terrorism may be partially reimbursed by the United States Government under a formula established by the Terrorism Risk Insurance Act, as amended. However, your policy may contain other exclusions which might affect your coverage, such as an exclusion for nuclear events. Under the formula, the United States Government generally reimburses 85% of covered terrorism losses exceeding the statutorily established deductible paid by the insurance company providing the coverage. The Terrorism Risk Insurance Act, as amended, contains a \$100 billion cap that limits U.S. Government reimbursement as well as insurers' liability for losses resulting from certified acts of terrorism when the amount of such losses exceeds \$100 billion in any one calendar year. If the aggregate insured losses for all insurers exceed \$100 billion, your coverage may be reduced.

The portion of your annual premium that is attributable to coverage for acts of terrorism is \$0, and does not include any charges for the portion of losses covered by the United States Government under the Act.