



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

IN REPLY PLEASE
REFER TO OUR FILE

Docket No. A-110073

September 6, 2005

GREEN MOUNTAIN ENERGY COMPANY
3815 CAPITAL OF TEXAS HIGHWAY
AUSTIN TX 78704-

DOCUMENT
FOLDER

ATTENTION: GLENDA ROSELLE

RE: License Bond or Other Financial Security

DOCKETED
SEP 12 2005

Dear Ms. Roselle:

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 bond or other approved security provided by Green Mountain Energy Company will have been in place for approximately one year on November 4, 2005.

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.

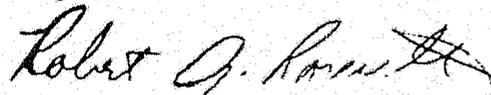
In order for your company to maintain its status as a licensed electric supplier in the Commonwealth of Pennsylvania, it must provide proof to the Commission that a bond or other approved security has been obtained.

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 or Darren Gill at (717) 783-5244, Bureau of Fixed Utility Services.

Sincerely,



Robert A. Rosenthal
Director, Bureau of Fixed Utility Services

cc: J. McNulty, Secretary



**Green
Mountain
EnergySM**

Green Mountain Energy Company
P.O. Box 42349
Austin, Texas 78764
greenmountain.com

VIA FACSIMILE AND OVERNIGHT MAIL

RECEIVED

September 21, 2005

SEP 21 2005

James J. McNulty
Secretary
Pennsylvania Public Utility Commission
Commonwealth Keystone Building
400 North Street
Harrisburg, PA 17120

PA PUBLIC UTILITY COMMISSION
SECRETARY'S BUREAU

RE: Letter of Credit No. 331826 *A-110073*
Electric Supplier License No. ~~A-11073~~

Please find enclosed Green Mountain Energy Company's letter of credit in the amount of \$1,803,608 million.

Pursuant to the Commission at 52 PA Code 54.40 (relating to bonds or other security) the enclosed financial instrument should replace the current letter of credit on file with the Pennsylvania Public Utility Commission and to serve as proof to the commission that a form of security has been obtained as required by regulation. As stated in the letter of credit, it shall be automatically extended without amendment unless notified.

If you have any questions or need additional information, please do not hesitate to contact me directly at (512) 691-6339 or by email at john.bui@greemountain.com.

Sincerely,

John Bui
Senior Regulatory Analyst
Green Mountain Energy Company

DOCKETED
OCT 3 2005

Enclosure
Cc: James Shurskis

DOCUMENT
FOLDER

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Bank One, NA
Global Trade Services
One Bank One Plaza
Mail Code IL1-0236
Chicago, IL 60670
Tel: (800) 634-1969 Fax: (312) 954-0203
SWIFT: FNBCUS44
Telex: ITT4330233 FNBCUJ

IRREVOCABLE STANDBY LETTER OF CREDIT NO. 00331826

DATE: APRIL 4, 2003

BENEFICIARY:
PENNSYLVANIA PUBLIC UTILITY COMMISSION,
COMMONWEALTH KEYSTONE BUILDING
400 NORTH STREET
HARRISBURG, PA 17120
ATTN: SECRETARY OF THE COMMISSION

DRAFTS DRAWN MUST BE MARKED
WITH OUR REFERENCE NO. 00331826
OPENER'S REFERENCE NO. 00331826

LADIES AND GENTLEMEN:

BY THE ORDER OF:

GREEN MOUNTAIN ENERGY COMPANY
3815 CAPITAL OF TEXAS HWY SOUTH
AUSTIN, TX 78704

WE HEREBY ISSUE IN YOUR FAVOR OUR IRREVOCABLE STANDBY LETTER OF CREDIT NO. 00331826 FOR THE ACCOUNT OF GREEN MOUNTAIN ENERGY COMPANY ("PRINCIPAL") FOR AN AMOUNT OR AMOUNTS NOT TO EXCEED IN THE AGGREGATE U.S. \$1,403,602.00 (ONE MILLION EIGHT HUNDRED THREE THOUSAND SIX HUNDRED EIGHT AND NO/100 U.S. DOLLARS) AVAILABLE BY YOUR DRAFTS AT SIGHT ON BANK ONE, NA, CHICAGO, IL EFFECTIVE [ISSUE DATE] AND EXPIRING AT OUR OFFICE ON NOVEMBER 4, 2003

WE ARE INFORMED OF THE FOLLOWING WHICH IS INCLUDED FOR INFORMATIONAL PURPOSES ONLY: THIS LETTER OF CREDIT IS ISSUED PURSUANT TO SECTION [] OF THE PUBLIC UTILITY CODE, 66 PA. C.S. 2900 (1)(T) TO ENSURE COMPLIANCE WITH THE PROVISIONS OF THE PUBLIC UTILITY CODE, 66 [] ET SEQ. AND THE RULES AND REGULATIONS OF THE PENNSYLVANIA 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. 2810 AND TO ENSURE THAT THE APPLICANT HAS NOT SUPPLIED ELECTRICITY AT RETAIL IN ACCORDANCE WITH CONTRACTS, AGREEMENTS OR ARRANGEMENTS.

FUNDS UNDER THIS CREDIT ARE AVAILABLE AGAINST BENEFICIARY'S DRAFT(S) BEARING THE CLAUSE "DRAWN UNDER BANK ONE, NA, CHICAGO LETTER OF CREDIT NO. 00331826 DATED APRIL 4, 2003"; ACCOMPANIED BY BENEFICIARY'S DRAWING CERTIFICATE IN THE FORM OF ANNEX A WITH ALL THE BLANKS APPROPRIATELY FILLED IN, AND SIGNED BY A PERSON PURPORTING TO BE AN AUTHORIZED OFFICER OF PENNSYLVANIA PUBLIC UTILITY COMMISSION.

DEMANDS PRESENTED BY TELEFACSIMILE ("FAX") TO FAX NUMBER 312-954-0203, OR ALTERNATELY TO FAX NUMBER 312-954-6183 ARE ACCEPTABLE; PROVIDED THAT IF ANY SUCH DEMAND IS PRESENTED BY FAX, THE ORIGINAL DRAFT, STATEMENT AND LETTER OF CREDIT SHALL BE SIMULTANEOUSLY FORWARDED BY OVERNIGHT COURIER SERVICE TO OUR OFFICE AT 300 S. RIVERSIDE PLAZA, 7TH FLOOR, MAIL CODE IL1-0236, STANDBY LETTER OF CREDIT UNIT, CHICAGO, IL 60606-0236; PROVIDED FURTHER THAT THE FAILURE OF THE COURIER SERVICE TO TIMELY DELIVER SHALL NOT AFFECT THE EFFICACY OF THE DEMAND.

PARTIAL DRAWINGS ARE PERMITTED



OUR LETTER OF CREDIT NO. 00331826

DATE: APRIL 4, 2003

IT IS A CONDITION OF THIS LETTER OF CREDIT THAT IT SHALL BE AUTOMATICALLY EXTENDED WITHOUT AMENDMENT FOR ONE (1) YEAR FROM THE EXPIRY DATE HEREOF OR ANY FUTURE EXPIRY DATE UNLESS AT LEAST SIXTY (60) DAYS PRIOR TO SUCH EXPIRATION DATE WE NOTIFY BOTH YOU AND GREEN MOUNTAIN ENERGY COMPANY BY CERTIFIED MAIL OR HAND DELIVERED COURIER, THAT WE ELECT NOT TO RENEW THIS LETTER OF CREDIT FOR ANY SUCH ADDITIONAL PERIOD. IN THE EVENT YOU ARE SO NOTIFIED, YOU MAY DRAW ANY UNUSED PORTION OF THIS LETTER OF CREDIT BY PRESENTATION OF DRAFTS AND CERTIFICATE AS STATED ABOVE, ON OR BEFORE THE THEN CURRENT EXPIRATION DATE.

THIS LETTER OF CREDIT SETS FORTH IN FULL THE TERMS OF OUR UNDERTAKING, AND SUCH UNDERTAKING SHALL NOT IN ANY WAY BE MODIFIED, AMENDED OR AMPLIFIED BY REFERENCE TO ANY DOCUMENT, INSTRUMENT OR AGREEMENT REFERRED TO HEREIN OR IN WHICH THIS LETTER OF CREDIT IS REFERRED TO OR TO WHICH THIS LETTER OF CREDIT RELATES, AND ANY SUCH REFERENCE SHALL NOT BE DEEMED TO INCORPORATE HEREIN BY REFERENCE ANY DOCUMENT, INSTRUMENT OR AGREEMENT.

WE ENGAGE WITH YOU THAT DRAFTS DRAWN UNDER AND IN CONFORMITY WITH THE TERMS OF THIS CREDIT WILL BE DULY HONORED IN ACCORDANCE WITH YOUR INSTRUCTIONS AND AS STATED BELOW IF PRESENTED AS HEREIN ABOVE SET FORTH ON OR BEFORE THE EXPIRATION AT OUR COUNTERS AT 300 SOUTH RIVERSIDE PLAZA, 7TH FLOOR, MAIL CODE IL1-0236, ATTN: STANDBY LETTER OF CREDIT UNIT, CHICAGO, IL 60606-0236.

COMPLYING DOCUMENTS PRESENTED ON OR BEFORE NOON, CHICAGO, ILLINOIS TIME ON A BUSINESS DAY WILL BE HONORED BY THE CLOSE OF BUSINESS ON THE FIRST BUSINESS DAY FOLLOWING PRESENTATION. COMPLYING DOCUMENTS PRESENTED AFTER NOON, CHICAGO TIME ON A BUSINESS DAY WILL BE HONORED BY THE CLOSE OF BUSINESS ON THE SECOND BUSINESS DAY FOLLOWING PRESENTATION. AS USED HEREIN, THE TERM BUSINESS DAY MEANS ANY DAY OTHER THAN A SATURDAY, SUNDAY, OR A DAY ON WHICH BANKS IN THE STATE OF ILLINOIS ARE AUTHORIZED OR REQUIRED TO BE CLOSED, AND A DAY ON WHICH PAYMENTS CAN BE REFLECTED ON THE FEDWIRE SYSTEM.

EXCEPT SO FAR AS OTHERWISE EXPRESSLY STATED, THIS CREDIT IS SUBJECT TO THE UNIFORM CUSTOMS AND PRACTICE FOR DOCUMENTARY CREDITS (1993 REVISION), INTERNATIONAL CHAMBER OF COMMERCE - PUBLICATION 500, AND TO THE EXTENT NOT INCONSISTENT THEREWITH, ARTICLE 5 OF THE COMMONWEALTH OF PENNSYLVANIA.

(INTENTIONALLY LEFT BLANK)

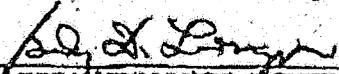


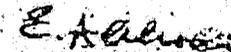
OUR LETTER OF CREDIT NO. 00331826

DATE: APRIL 4, 2003

PLEASE ADDRESS ALL CORRESPONDENCE REGARDING THIS LETTER OF CREDIT TO THE
ATTENTION OF OUR STANDBY LETTER OF CREDIT UNIT, TRADE SERVICE GROUP, MENTIONING
OUR LETTER OF CREDIT NUMBER AS IT APPEARS ABOVE

VERY TRULY YOURS,
BANK ONE, NA


PREPARED/AUTHORIZED SIGNER


AUTHORIZED SIGNER

ANNEX A
TO LETTER OF CREDIT NO. 00331826
(On Beneficiary's Letterhead)

DATE:

BANK ONE, NA
300 SOUTH RIVERSIDE PLAZA
7TH FLOOR, MAIL CODE IL1-0236
CHICAGO, IL 60606-0236
ATTN: STANDBY LETTER OF CREDIT UNIT

LADIES AND GENTLEMEN:

THE PENNSYLVANIA PUBLIC UTILITY COMMISSION, COMMONWEALTH (THE "BENEFICIARY")
HEREBY CERTIFIES TO BANK ONE, NA WITH REFERENCE TO ITS IRREVOCABLE STANDBY LETTER
OF CREDIT NO. 00331826 (THE "LETTER OF CREDIT") (CAPITALIZED TERMS USED AND NOT
DEFINED HEREIN HAVING THE MEANING SET FORTH IN THE LETTER OF CREDIT) THAT:

THE BENEFICIARY IS MAKING DEMAND FOR PAYMENT UNDER THE LETTER OF CREDIT IN THE
AMOUNT OF \$ _____ TO BE USED FOR THE PAYMENT OF CLAIMS FOR THE
COMMONWEALTH EDC'S FOR THE REIMBURSEMENT OF GROSS RECEIPTS TAX AND/OR PRIVATE
INDIVIDUALS.

THE PENNSYLVANIA PUBLIC UTILITY
COMMISSION, COMMONWEALTH

BY: _____
[PRINTED NAME AND TITLE]

STEVENS & LEE
LAWYERS & CONSULTANTS

17 North Second Street
16th Floor
Harrisburg, PA 17101
(717) 234-1090 Fax (717) 234-1099
www.stevenslee.com

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2006 MAR -9 AM 11:25
SECRETARY'S OFFICE

Direct Dial: (717) 253-7104
Email: rll@stevenslee.com
Direct Fax: (610) 988-0851

March 9, 2006

Secretary James J. McNulty
Pennsylvania Public Utility Commission
Commonwealth Keystone Building
400 North Street
Harrisburg, PA 17120

DOCUMENT
FOLDER

Re: Green Mountain Energy Company Surrender of Pennsylvania Electric Generation Supplier License, Docket No. A-110073

DOCKETED

MAR 10 2006

Dear Secretary McNulty:

This letter is intended as a formal request to surrender the Pennsylvania electric generation supplier ("EGS") license of Green Mountain Energy Company¹ ("Green Mountain") issued at Docket No. A-110073. As of the date of this request, Green Mountain no longer provides service to any residential customers in Pennsylvania. All such customers have been properly noticed and were returned to incumbent carriers within the Commonwealth of Pennsylvania, (most of them in November and December, 2005 and all others by February 12, 2006). Additionally, the approximately 50 remaining commercial customers served by Green Mountain in Pennsylvania, are within the Duquesne Electric service territory. These customers have also been provided written notice that at the expiration of their current contracts, by April 30, 2006, they must either select an alternative electric generation supplier or they will be

¹ On January 14, 1999, the Commission issued a permanent license at Docket No. A-110073, authorizing Green Mountain Energy Resources, L.L.C. the right to begin to offer, render, furnish or supply electric generation supplier services to the public within the Commonwealth of Pennsylvania. On June 18, 1999 Green Mountain Energy Resources, L.L.C. merged with and into GreenMountain.com Company. GreenMountain.com Company formally changed its name to Green Mountain Energy Company on October 4, 2000. On November 30, 2000, Green Mountain Energy Resources, L.L.C. filed a request that the Commission change the name on its license to provide electric generation supplier services to all customers in all service territories from Green Mountain Energy Resources L.L.C. to Green Mountain Energy Company. On December 8, 2000 the Commission approved, by Secretarial Letter, the change of Green Mountain Energy Resources, L.L.C.'s name on its license for the provision of service to all customers in all service territories within the Commonwealth of Pennsylvania at Docket No. A-110073 to Green Mountain Energy Company.

Philadelphia • Reading • Valley Forge • Lehigh Valley • Harrisburg • Lancaster
Scranton • Wilkes-Barre • Princeton • Cherry Hill • New York • Wilmington

A PROFESSIONAL CORPORATION

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STEVENS & LEE
LAWYERS & CONSULTANTS

James J. McNulty
Pennsylvania Public Utility Commission
March 9, 2006
Page 2

returned to Duquesne Electric. Green Mountain will continue to work with these customers and Duquesne to ensure a smooth transfer of service. Green Mountain

As of the date of this request, Green Mountain has made, or will soon be making, 2005 and 2006 actual or estimated payments for Gross Receipts Tax, the Sales and Use Tax, the Corporate Net Income Tax and the PA Public Utility Commission's general assessments. Moreover, services through all existing contracts and agreements related to Green Mountain's provision of retail electric services in Pennsylvania have, or will be, concluded by April 30, 2006.

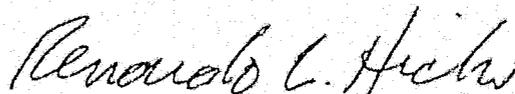
It is also our understanding that as of the date of this request there are no outstanding customer complaints concerning Green Mountain at the Bureau of Consumer Services or within the Pennsylvania Public Utility Commission. Moreover, Green Mountain has not marketed or advertised its EGS services in Pennsylvania for approximately six (6) months. Accordingly, Green Mountain requests the return of the security instrument provided by Green Mountain in compliance with 52 Pa. Code §54.40, on or before May 1, 2006.

Green Mountain is represented in this matter by Renardo L. Hicks, Esquire. My contact information is as follows:

Renardo L. Hicks
Stevens & Lee
17 North Second Street
Harrisburg, PA 17101
Telephone: 717-255-7364
Fax: 610-988-0851
Email: rh@stevenslee.com

Green Mountain and its outside counsel are prepared to respond to any questions or concerns of the Commission regarding this request. Feel free to contact me directly for any additional information that you may require.

Sincerely,



Renardo L. Hicks

STEVENS & LEE
LAWYERS & CONSULTANTS

James J. McNulty
Pennsylvania Public Utility Commission
March 9, 2006
Page 3

cc: Irwin Popowsky, Esquire, Office of Consumer Advocate
William R. Lloyd Jr., Esquire, Office of Small Business Advocate
Johnnie Simms, Esquire, Office of Trial Staff
H. Edwin Rodrock, Bureau of Fixed Utility Services
James Sturkis, Bureau of Fixed Utility Services

DATE: March 10, 2006

SUBJECT: A-110073

TO: Bureau of Fixed Utility Services

FROM: James J. McNulty, Secretary *ddt*

DOCUMENT
FOLDER

Green Mountain Energy Company

Enclosed please find a letter/request of Green Mountain Energy Company for approval of the cancellation of its license as an Electric Generation Supplier to the public in the Commonwealth of Pennsylvania.

This matter is being assigned to your Bureau for appropriate action.

cc: Law Bureau

Enclosures

ddt

DOCKETED

MAR 10 2006