STATE OF MICHIGAN

BEFORE THE MICHIGAN PUBLIC SERVICE COMMISSION

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In the matter of the application of

VOLUNTEER ENERGY SERVICES, INC.,
for a license as an alternative gas supplier.

Case No. U-14831

At the June 27, 2006 meeting of the Michigan Public Service Commission in Lansing, Michigan.

PRESENT: Hon. J. Peter Lark, Chairman

Hon. Laura Chappelle, Commissioner Hon. Monica Martinez, Commissioner

ORDER GRANTING LICENSE

On April 27, 2006, Volunteer Energy Services, Inc. (Volunteer), applied for a license to operate as an alternative gas supplier (AGS) within Michigan pursuant to 2002 PA 634 (Act 634), MCL 460.9 *et seq*. As part of its application, Volunteer provided information to demonstrate compliance with the AGS license requirements under Act 634 and under the Commission's March 12, 2003 order in Case No. U-13694 (March 12 order), which established the AGS licensing procedure.

Act 634 requires an AGS to have the necessary financial, managerial, and technical capabilities to serve customers within the state of Michigan. The act also requires an AGS to maintain an office within the state. Under the March 12 order, the Commission Staff (Staff) must review the application of the AGS for conformance with the act and with the Commission's

orders. The Staff then must recommend appropriate action regarding that application to the Commission.

The Staff has reviewed the license application and the information submitted by Volunteer and recommends that the Commission grant Volunteer a license to operate as an AGS.

The application shows that Volunteer is an Ohio corporation and that, while Volunteer has not operated as a supplier in either the Michigan electric-choice or gas-choice markets, it has significant experience operating in those markets in Ohio and Pennsylvania. Volunteer provided a detailed outline of its risk-management strategy; its personnel also have significant experience and expertise in the natural gas industry. Based upon the information provided and the recommendation of the Staff, the Commission finds that Volunteer possesses the appropriate managerial and technical capabilities to serve customers within the state of Michigan.

With respect to its financial capability, Volunteer is a privately-held, wholly-owned corporation that currently serves customers in Ohio and Pennsylvania's natural gas retail commercial, industrial, and residential markets. Volunteer has provided the Staff with a bond in the amount of \$100,000. Based upon its review of the financial statements and the bond, the Staff determined that Volunteer's financial capabilities meet Act 634 requirements. The Commission agrees.

Act 634 requires Volunteer to maintain an office within the state of Michigan. Volunteer has established an office in Northville, Michigan. The Staff determined that Volunteer complied with the Act 634 Michigan-office requirement. The Commission agrees.

Based upon the submissions and all of the information provided, the Commission finds that Volunteer's request to be licensed as an AGS is reasonable and in the public interest and that it should be approved. However, the grant of the license is conditioned upon compliance with all of

the applicable provisions of Act 634, the Commission's orders and administrative rules, and each of the delivering natural gas utilities' tariffs. Failure to comply with any of these provisions may result in revocation of the license or other penalties.

The Commission FINDS that:

- a. Jurisdiction is pursuant to 2002 PA 634, MCL 460.9 et seq.; 1909 PA 300, as amended, MCL 462.2 et seq.; 1919 PA 419, as amended, MCL 460.51 et seq.; 1939 PA 3, as amended, MCL 460.1 et seq.; 1969 PA 306, as amended, MCL 24.201 et seq.; and the Commission's Rules of Practice and Procedure, as amended, 1999 AC, R 460.17101 et seq.
 - b. Volunteer has satisfied the statutory requirements to obtain a license as an AGS.

THEREFORE, IT IS ORDERED that:

- A. Volunteer Energy Services, Inc. is granted a license as an alternative gas supplier, subject to the conditions contained in ordering Paragraph B of this order.
- B. Volunteer Energy Services, Inc. shall comply with the regulatory requirements specified in 2002 PA 634, MCL 460.9 *et seq.*; the Commission's orders and administrative rules for gas customer-choice programs approved by the Commission; and each of the delivering natural gas utilities' tariffs.

The Commission reserves jurisdiction and may issue further orders as necessary.

Any party desiring to appeal this order must do so in the appropriate court within 30 days after issuance and notice of this order, pursuant to MCL 462.26.

MICHIGAN PUBLIC SERVICE COMMISSION

	/s/ J. Peter Lark Chairman
(SEAL)	
	/s/ Laura Chappelle Commissioner
	/s/Monica Martinez
By its action of June 27, 2006.	Commissioner
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/s/ Mary Jo Kunkle Its Executive Secretary	

Any party desiring to appeal this order must do so in the appropriate court within 30 days after issuance and notice of this order, pursuant to MCL 462.26.

MICHIGAN PUBLIC SERVICE COMMISSION

	Chairman
	Commissioner
	Commissioner
By its action of June 27, 2006.	
Its Executive Secretary	

PROOF OF SERVICE

STATE OF MICHIGAN)	
	Case No. U-14831
County of Ingham)	
Patricia A. Fronta being duly s	worn, deposes and says that on June 27 th 2006, A.D. she
served a copy of the attached C	Commission order by first class mail, postage prepaid, or by
inter-departmental mail, to the	persons as shown on the attached service list.
	Patricia Fronta
Subscribed and sworn to befo	ore me
this 27 th day of June 2006	
Sharron A. Allen	
Notary Public, Ingham County, M	
My Commission Expires August	16, 2011

SERVICE LIST CASE NO. U-14831

MR. RICHARD CURNUTTE, SR. VOLUNTEER ENERGY SERVICES, INC. 800 CROSS POINTE, STE. D GAHANNA, OH 43230

ALL GAS ORDERS (Subscription List)

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