

Cheryl L. Hussey
Chief Financial Officer
(518) 356-6185
email: chussey@nyiso.com

January 13, 2014

BY ELECTRONIC DELIVERY

The Honorable Kimberly D. Bose, Secretary
Federal Energy Regulatory Commission 888
First Street, NE
Washington, DC 20426

Termination of People's Power & Gas, LLC from the ISO-Administered Markets

Dear Ms. Bose:

The New York Independent System Operator, Inc. ("NYISO") hereby provides notice to the Commission of the immediate termination of People's Power & Gas, LLC ("PPG") from the ISO-Administered Markets in accordance with Section 2.7.5.3 of the NYISO's Open Access Transmission Tariff ("OATT") and Section 7.5.3 of the Market Administration and Control Area Services Tariff ("Services Tariff").¹

The NYISO, by correspondence dated January 10, 2014, declared PPG in Default for breach of the billing and payment provisions of the NYISO's tariffs and provided notice to PPG of its Default. PPG did not cure this Default within the one business day cure period prescribed by the NYISO's tariffs, and PPG remains in Default under the NYISO's tariffs.

This action by the NYISO, insofar as it rests upon the OATT and the Services Tariff, is without prejudice to any of the NYISO's other rights under applicable law, including its rights under the applicable provisions of the United States Bankruptcy Code. Moreover, nothing herein shall constitute a modification or amendment of, or election of remedies with respect to, any of the NYISO's rights or remedies under the OATT, the Services Tariff, or applicable law, all of which the NYISO hereby expressly reserves in their entirety.

Please contact me at (518) 356-7504 if you have any questions or require additional information.

Sincerely,

Cheryl Hussey

Digitally signed by Cheryl Hussey
DN: cn=Cheryl Hussey, o=NYISO, ou=Finance,
email=chussey@nyiso.com, c=US
Date: 2014.01.13 11:17:41 -05'00'

Cheryl L. Hussey
Chief Financial Officer

cc: Mr. Stephen Whitley
Mr. Robert E. Fernandez
Ms. Sheri Prevratil

¹ Capitalized terms that are not otherwise defined herein shall have the meanings specified in Article 1 of the OATT and Article 2 of the Services Tariff.