

UGI UTILITIES, INC. – ELECTRIC DIVISION

ELECTRIC SERVICE TARIFF

**RULES AND RATES
FOR ELECTRIC DISTRIBUTION SERVICE AND
CHOICE AGGREGATION SERVICE**

in the following service territory:

LUZERNE COUNTY

City of Nanticoke, and Boroughs of Courtdale, Dallas, Edwardsville, Forty-Fort, Harvey's Lake, Kingston, Larksville, Luzerne, New Columbus, Plymouth, Pringle, Shickshinny, Sugar Notch, Swoyersville, Warrior Run, West Wyoming and Wyoming.

First Class Townships of Hanover and Newport, and Second Class Townships, of Conyngham, Dallas, Fairmount, Franklin, Hunlock, Huntington, Jackson, Kingston, Lake, Lehman, Plymouth, Ross and Union.

WYOMING COUNTY

Townships of Monroe and Noxen

Issued: August 2, 2019

Effective for Service Rendered on and after September 1, 2019 in accordance with the Order entered March 14, 2019 at Docket No. M-2018-3004144.

Issued by:
Paul J. Szykman
Chief Regulatory Officer
1 UGI Drive
Denver, PA 17517

NOTICE

THIS TARIFF MAKES CHANGES, INCREASES AND DECREASES TO EXISTING RATES (PAGE 2).

UGI Utilities, Inc. – Electric Division	Supplement No. 8 to UGI Electric Pa. P.U.C. No. 6 Seventh Revised Page No. 2 Canceling Sixth Revised Page 2
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LIST OF CHANGES MADE BY THIS SUPPLEMENT

(Page Numbers Refer to Official Tariff)

Rider E, Energy Efficiency and Conservation Rider, Page 46

- Phase III language was added throughout the page.
- The effective dates have been updated in the “General” section.
- Rates for Class 1 and Class 2 have decreased.
- Rates for Class 3 have increased.
- Rate Schedule HTP has been added to Class 3 per the Settlement at Docket No. R-2018-3004144.
- Section 1 has been revised to update effective dates. Additionally, the language regarding the allocation of indirect costs has been updated.
- Section 2 language regarding the description of the calculation of the “Er” rate component has been modified to remove references to estimated data.

Rider E, Energy Efficiency and Conservation Rider, Page 47

- Phase III language was added throughout the page.
- Language in Section 3 regarding the description of the calculation of the “Er” rate component has been modified to remove references to estimated data.
- The effective date was updated in Section 4.
- Section 5 language for the handling of the overcollection or undercollection balances at the end of the each EEC Phase has been modified to comply with the settlement at Docket No. R-2018-3004144.

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RIDER E

ENERGY EFFICIENCY AND CONSERVATION RIDER

GENERAL. The Company shall recover costs related to the Company’s Phase III Energy Efficiency and Conservation Plan (“Phase III EECR”) for 2019-2024 through a Phase III Energy Efficiency and Conservation Rider (“Phase III EEC Rider”). The rates under the Phase III EEC Rider shall be computed separately for each of the three customer classes listed below. The Phase III EEC Rider Rate for each class shall be as follows: (C)

Customer Class	Rate Schedules	Phase III EEC Rider Rate (¢/kWh)
Class 1 – Residential	R, GS-5 and the residential portion of Rate Schedules OL, SOL, MHOL, or successor rate schedules	0.122
Class 2 – Non Residential	All Non-Residential Rate Schedules except for Rate Schedules LP and HTP	(0.287)
Class 3 – Non Residential	LP and HTP	0.476

(D)

(D,C)

(I,C)

The Phase III EEC Rider shall apply to all customers whether they are receiving generation service from the Company or not and shall be subject to the State Tax Surcharge.

CALCULATION. The Phase III EEC Rider shall be determined as follows:

1. Costs to be recovered shall include Company incurred costs to implement its Commission approved Phase III EECR during each plan year, including all costs incurred to develop and administer the Company’s Phase III EECR from June 1, 2019 until May 31, 2024. The costs of each Phase III EECR program shall be directly assigned to the applicable customer class based upon projected spending levels. (C)
2. The Residential Phase III EEC Rider rate shall be calculated in accordance with the formula below and shall be rounded to the third decimal:

$$\text{Residential Phase III EEC Rider Rate} = ((Cr / Sr) - (Er / Sr)) / (1-T) \text{ where}$$

Cr = Projected Annual Residential Phase III EECR Costs.

Sr = Projected Annual Residential Class Sales.

Er = Net over or under collection of the Residential Phase III EEC Rider resulting from the difference between the Phase III EEC Rider revenues received and the Phase III EECR costs incurred. The over or under collection shall be calculated annually and include the actual over or under collection for the reconciliation period. (C)

T = Total Pennsylvania gross receipts tax rate as reflected in the Company’s base rates, expressed in decimal form.

(D) Indicates Decrease (I) Indicates Increase (C) Indicates Change

RIDER E

ENERGY EFFICIENCY AND CONSERVATION RIDER (continued)

(C)

3. The Phase III Non-Residential EEC Rider rates shall be calculated in accordance with the formula below and shall be rounded to the third decimal:

Non-Residential Phase III EEC Rider Rate = $((C_n / S_n) - (E_n / S_n)) / (1-T)$ where

C_n = Projected Annual Non-Residential Phase III EEC Costs.

S_n = Projected Annual Non-Residential Class Sales.

E_n = Net over or under collection of the Non-Residential Phase III EEC Rider resulting from the difference between the Phase III EEC Rider revenues received and the Phase III EEC costs incurred. The over or under collection shall be calculated annually and include the actual over or under collection for the reconciliation period.

(C)

T = Total Pennsylvania gross receipts tax rate as reflected in the Company's base rates, expressed in decimal form.

Class 2 and Class 3 Non-Residential Phase III EEC Rider rates shall be calculated and reconciled separately.

4. The Residential and Non-Residential rates under the Phase III EEC Rider shall become effective on September 1. The Residential and Non-Residential rates under the Phase III EEC Rider shall be updated and reconciled annually thereafter and filed with the Commission effective on thirty (30) days' notice. The Company reserves the right to make an interim filing to adjust the rates under the Phase III EEC Rider to be effective on sixty (60) days' notice.

(C)

5. Overcollections or undercollections existing at the end of the last year of the Phase II EE&C Plan (as of May 31, 2019) will be recovered/refunded over the one-year period following the end of the Phase II EE&C Plan. Any remaining balance will be recovered/refunded through the Phase III EEC Rider's E-Factor. Overcollections or undercollections existing as of the last year of the Phase III EE&C Plan will be recovered/refunded over the one-year period following the end of the Phase III EE&C Plan ("Final Reconciliation Year"). If it is known that there will be a Phase IV EE&C Plan at the end of the Final Reconciliation Year related to Phase III, any remaining balance will be recovered/refunded through the Phase IV EEC Rider's E-Factor. If there will be no Phase IV EE&C Plan, any balance remaining for a customer class at the end of the Final Reconciliation Year will be trued up through a one-time bill credit issued to the applicable customers during the second full billing month following the end of the Final Reconciliation Year.

(C)

(C) Indicates Change