

Date: July 27, 2016
To: State of Pennsylvania Licensed Natural Gas Suppliers
From: Timothy Biechler, UGI Utilities, Inc.
Subject: **UGI Supply Collaborative Meeting**

On Thursday, August 25, 2016, UGI Utilities, Inc. (“UGI”) will be holding a meeting to present the upcoming changes as a result of the UGI Utilities – Gas Service (“UGI Gas”) base rate case as well as review the customer Choice programs for UGI Gas, UGI Penn Natural Gas, Inc. (“PNG”), and UGI Central Penn Gas, Inc. (“CPG”).

During this meeting, UGI will summarize the upcoming notable changes as a result of the pending UGI Gas rate case settlement and updated tariff, such as changes to rates, pooling, balancing, and other supply-related items.

UGI will also review the Choice programs for each of the three companies for the upcoming year along with a review the three companies’ supply and capacity portfolios. As a reminder, these assets are held for the core market and are needed to meet each company’s obligation as supplier of last resort. The core market includes Choice customers and firm utility customers.

As always, we are receptive to proposals to lower the costs associated with the supply and capacity portfolios while maintaining system reliability. We regularly hold RFP’s, which are posted on the UGI website, but please remember your input is not limited to RFP’s, collaborative meetings, or PGC cases and we would welcome the opportunity to discuss your ideas at any time during the year.

If you are interested in participating in the meeting, you may do so in person or via conference call. The meeting will start at 2:00 PM and will be held at the DoubleTree by Hilton located at 701 Penn Street in Reading, PA 19601. Interested participants are **required to register for this meeting** by sending an email to Timothy Biechler at TBiechler@ugi.com by August 11, 2016. Dial-in information will be distributed prior to the meeting for those individuals who register, but are unable to attend in person.

Should you have any questions concerning this meeting, the Choice programs, or other supply matters, please feel free to contact Timothy Biechler at 610-796-3534.