



December 27, 2007

VIA EXPRESS MAIL

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

UGI Utilities, Inc.
460 North Gulph Road
King of Prussia, PA 19406

Post Office Box 858
Valley Forge, PA 19482-0858

(610) 337-1000 Telephone
(610) 992-3258 Fax

**Re: Petition of UGI Utilities, Inc. – Electric Division for Approval of
a Customer Education Plan and Implementation of a Customer
Education Surcharge on Less Than Thirty Days' Notice,
Docket No. P-**

Dear Secretary McNulty:

Enclosed for filing, please find an original and three copies of the above-captioned petition of UGI Utilities, Inc. – Electric Division. This filing is being made in accordance with the Commission Order at *Policies to Mitigate Potential Electricity Price Increases*, Docket No. M-00061957 (Order Entered May 17, 2007). In this Order the Commission directed “all electric distribution companies [to] prepare and file a consumer education plan by December 31, 2007.” The Order also indicated “utilities may propose a ... recovery mechanism as part of their customer education program.” *Id.* at p. 11. Copies of this document have been served upon the persons indicated on the attached certificate of service, and have been e-mailed to thcharles@state.pa.us.

Should you have any questions concerning this filing, please feel free to contact me.

Very truly yours,

Mark C. Morrow

Counsel for UGI Utilities, Inc. –
Electric Division

APPENDIX A

(UGI Customer Education Plan)

UGI Utilities, Inc.
Electric Division

Local Consumer Education Plan
2008 – 2012

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I. Background

The Electricity Generation Customer Choice and Competition Act gave Pennsylvania's electric customers the option of purchasing their electric generation from an alternate supplier, and resulted in electric generation rate caps during a transitional period to competitive market based rates.

UGI Utilities, Inc. - Electric Division ("UGI") exited its generation rate cap in 2002, and since that time has provided default electric generation service to its customers pursuant to interim default service plans approved by the Commission.. Under these plans, UGI's customers have been paying default service generation rates reflective of wholesale market prices since 2003.

In Petition of UGI Utilities, Inc. – Electric Division for Approval to Implement 2007-2009 Default Service Tariff Provisions on One Day's Advance Notice, Docket No. P-00062212 (Order Entered June 23, 2006), the Commission approved a default service plan for UGI for the period of January 1, 2007 through December 31, 2009. On September 15, 2007, the Commission's default service regulations and associated default service policy statement became effective. In its Final Rulemaking Order, however, the Commission indicated it "would not apply these [default service] regulations to already effective default service plans." Final Rulemaking Order, p. 9

Since UGI's default service customers have been paying default service generation rates reflective of wholesale market prices since 2003, UGI has already conducted significant consumer education and outreach related to electric generation rate increases. Therefore, UGI's Consumer Education Plan for 2008 – 2012 will continue and build upon the considerable education programs currently in place.

II. Objectives

UGI is committed to effective communications and customer education to help customers understand electric generation rates, options for purchasing electricity generation as well as practical steps to mitigate electric generation price increases.

UGI's overall goal is to provide cost-efficient and effective customer education while minimizing the cost of such efforts on its customers.

Specifically, UGI's objectives include educating customers about:

- The significant impact that the removal of generation rate caps has already had on UGI electric bills.
- Future changes to electric generation rates and how they will affect UGI electric bills.
- Cost-effective conservation measures consumers may implement/adopt to reduce electricity usage and thus lower electric bills.
- Any programs or products such as budget billing, efficiency rebates, demand side-response and new technologies which are readily available to UGI customers to help reduce or better manage energy usage and bills.
- Programs which exist to help low-income customers lower their energy bills and maintain utility service.
- Electricity generation rate options available through UGI, including POLR rates and Renewable Energy rates.
- The availability of customer choice and the fact that customers who purchase their electric generation from an alternate supplier may reduce the size of their electric bills or receive service options currently unavailable from UGI.
- Resources, tools and information to help UGI customers to make informed choices about their energy usage and competitive generation alternatives.

III. Audience

UGI serves approximately 62,000 electric customers in parts of Luzerne and Wyoming Counties. Approximately 87% of UGI's electric customers are residential, 12% are commercial and 1% industrial.

UGI's Consumer Education Program is targeted primarily toward residential and small commercial customers, with emphasis placed on the following audiences:

- Individuals in households responsible for reviewing and paying utility bills
- Low-income households
- Senior citizens
- Minorities
- Rural Households
- School-aged children
- Small business customers

IV. Customer Education Activities

UGI utilizes a wide range of customer education and communication activities to ensure that key messages are communicated to all members of the target audience.

Where possible, messages, graphics, materials, resources, etc. from the statewide consumer education effort will be incorporated into UGI's on-going local education efforts.

Internal publications and tools as well as grassroots outreach will play a large role in achieving UGI's goal of a cost-efficient and effective consumer education program.

Finally, UGI will review these communication activities annually and implement changes as needed to improve the effectiveness of the program as well as respond to changes in market conditions, regulations, or other new opportunities.

Specific activities are listed and described below.

Customer Newsletter

UGI's bi-monthly customer newsletter, *Plugged In*, is delivered to all customers with their electric bills. Over the course of a year this publication has historically contained articles on topics such as energy conservation tips, budget billing, appliance shopping tips, energy assistance, etc. Increased emphasis has been placed on electric generation rates and steps consumers can take to mitigate higher rates and will continue in the future.

Monthly Bill Inserts

In addition to articles which appear in the customer newsletter, specific programs such as budget billing, efficiency rebates, etc. may also be featured in stand alone bill inserts.

Telephone On-Hold Messages

UGI's customer information center plays a tape with important customer messages during periods when customers are on-hold. These tapes are updated bi-monthly to incorporate seasonal and relevant information including messages on topics such as conservation tips, budget billing, energy assistance availability, etc.

Community Message Center

UGI will incorporate key customer education messages on a local community message center board.

UGI Web Site

UGI's web site contains information and links on subjects such as energy conservation, customer choice, billing options and assistance programs. In 2008, an energy audit tool will be incorporated and additional conservation information added.

Conservation Literature

UGI makes available conservation literature ("More than 100 Way to Improve Your Electric Bill") to customers upon request through bill inserts and on its web site.

News Releases/Public Relations

Prior to any generation rate increase, UGI has issued one or more news releases on the subject explaining the reason for the new rates, the impact on a typical residential bill and steps consumers can take to mitigate the price increase. Interviews and supplemental information are provided to the news media upon request. All news releases are posted on UGI's web site. Additional developments regarding the electric generation market or customer choice options will continue to be publicized as needed.

New Customer Booklets

Every new UGI customer is mailed a customer booklet with important information about their electric service. This booklet also contains information on conservation, shopping for energy efficient appliances, payment plans, customer choice and customer assistance.

Direct Mailings

Each fall, prior to UGI's customer choice shopping window, UGI sends a separate direct mailing to each customer with information on their price to compare, how to shop for a supplier and any non-traditional rate options available to customers. In 2007, customers had the option of signing up for one of four cleaner energy options from UGI as an alternative to UGI's POLR rates, supplied by traditional energy sources. Conservation literature was also made available to customers in this mailing.

Customer Meetings/Energy Audits

UGI periodically meets with larger commercial and industrial customers to review information on UGI rates as well as their energy usage. An energy audit may be conducted.

Efficiency Rebates

In 2006 and 2007 UGI offered appliance rebates to customers who purchased high efficiency electric heat pumps or water heaters. A similar program is planned in 2008. Rebate programs are typically offered for specific limited time periods.

Radio Advertising

In the winter, UGI sponsors the snow closing reports on local radio stations in its service territory. On days when there is inclement weather and a school/event closing report is read it is followed by a sixty second UGI public service announcement with tips for lowering or managing higher energy bills brought on by colder weather.

Community Fairs/Expo Events

UGI will participate in relevant community fairs or expo events where dissemination of customer education information is appropriate and expected to reach the target audience. Participation can range from supplied literature to staffing a table or booth.

Outreach to Community Based Organizations

UGI makes speakers and information available to Community Based Organizations to cover topics such as energy conservation, customer choice, customer assistance programs and other timely topics. Organizations contacted include low-income housing centers, senior centers, etc.

Literature for Schools

In the past UGI has made flyers available to elementary schools regarding customer assistance programs and eligibility. The flyers are designed to be taken home by children to their families. Since the logistics of distributing hard copies in appropriate quantities and formats was found to be unmanageable, moving forward UGI will provide all schools in its service territory with electronic artwork that each can reproduce and post or hand out as appropriate.

In 2008, UGI will also work with the National Energy Foundation to determine if additional turn-key and cost effective electricity conservation education programs for schools could be implemented in UGI's electric service area.

Legislative Newsletter

UGI's newsletter to local legislators, *InFocus*, is published bi-annually and contains, as appropriate, information on electric generation rates, customer assistance programs and customer choice.

V. Implementation Schedule

<u>Activity</u>	<u>Implementation</u>	<u>Frequency</u>
Customer Newsletter	On-going	Bi-monthly
Monthly Bill Inserts	On-going	Bi-monthly
Telephone On-Hold Messages	On-going	Continuous
Community Message Center	On-going	Continuous
UGI Web Site	On-going	Continuous
• Web Site Enhancements	1 st Q 2008	
Conservation Literature	On-going	Upon request
News Releases/Public Relations	On-going	As needed
New Customer Booklets	On-going	Continuous
Direct Mailings Q	On-going	Annually, 4 th
Customer Meetings/Energy Audits	On-going	Upon request
Efficiency Rebates	On-going	Apr. – Sept.
Radio Advertising	On-going	Dec. - March
Community Fairs/Expo Events	On-going	Upon request
Outreach to CBO's	On-going	As needed
Literature for Schools Q	On-going	Annually, 3 rd
Legislative Newsletter	On-going	Bi-annually

VI. 2008 Projected Consumer Education Costs

UGI Local Consumer Education – Direct Costs	\$48,500
UGI Local Consumer Education – Internal Labor	\$ 5,,000
UGI Assessment for Statewide Consumer Education	<u>\$ 60,000</u>
Total	\$113,500

BEFORE THE
PENNSYLVANIA PUBLIC UTILITY COMMISSION

PETITION OF UGI UTILITIES, :
INC. – ELECTRIC DIVISION :
FOR APPROVAL OF A CUSTOMER :
EDUCATION PLAN AND :
IMPLEMENTATION OF A CUSTOMER :
EDUCATION SURCHARGE ON :
LESS THEN THIRTY DAYS’ : Docket No. P-
NOTICE :

UGI Utilities, Inc. – Electric Division (“UGI”), in accordance with the provisions of the Commission Order at *Policies to Mitigate Potential Electricity Price Increases*, Docket No. M-00061957 (Order Entered May 17, 2007) (hereinafter the “May 17 Order”), hereby seeks approval of (1) a proposed UGI customer education plan and (2) implementation on less than thirty days’ notice of a customer education charge designed to recover, on an on-going basis, the costs of the UGI education plan and the portion of UGI’s annual assessments under Section 510 of the Public Utility Code, 66 Pa.C.S. §510, designed to recover the costs of the Commission-administered statewide education plan referenced in the May 17, 2007 Order. In support thereof UGI states the following:

Customer Education Plan

1. In response to the potential increase in electric rates that may accompany the expiration of electric restructuring rate caps of electric distribution companies (“EDC”) serving most electric distribution customers in the Commonwealth, the Commission has determined in the May 17 Order that:

- *Each electric distribution company (“EDC”) shall file a consumer education plan for its service territory with the Commission for approval by December 31, 2007.*

- *The Office of Communications, with the assistance of Commission staff, and interested stakeholders, will develop and implement a statewide education campaign funded by EDC assessments.*
- *The Commission will use its authority under the Public Utility Code to assess EDCs for the costs of a statewide campaign, and seek approval of these costs from the Governor and Pennsylvania General Assembly as part of its budget request.*

Id. at 5.

2. A significant focus of many EDC customer education plans will be on explaining the expiration of electric restructuring rate caps and the transition to market-based generation rates.

3. The May 17 Order recognizes, however that:
a different emphasis is needed in service territories where customers are now paying market based rates. As Duquesne and UGI have noted, their and some other EDCs' generation rate caps have already expired. Accordingly, we do not expect those EDCs to address the expiration of rate caps in their consumer education plans. The Commission accepts that these companies will focus on practical steps customers can take to reduce the size of their electric bills through energy conservation and retail choice.

Id. at 8-9.

4. In compliance with the May 17 Order, UGI, through this filing, is submitting the UGI customer education plan set forth in Appendix A of this petition for the Commission's approval.

5. The proposed UGI customer education plan is for the four-year period of 2008 through 2012, and has an initial annual budget of \$113,500.

6. Consistent with the above-quoted portion of the Commission's May 17 Order, the focus of this plan is on practical steps which UGI customers may take to reduce their

energy bills through conservation, and reinforcing customer knowledge about retail choice options.

Customer Education Charge

7. The diverse parties submitting comments in the Commission's investigation of policies to mitigate potential electric price increases at Docket No. M-00061957 "agreed ... EDCs could recover the reasonable costs of education programs from ratepayers." Id. at 2-3.

8. The May 17 Order also stated:

With respect to the issue of cost recovery by electric utilities, we agree with the parties who commented that a surcharge for "universal service and energy conservation" is not an appropriate recovery mechanism because this statewide consumer education effort is not intended exclusively for low income customers. Since the costs of the statewide campaign will be included in the annual assessments to utilities under 66 Pa.C.S. § 510, the utilities may recover these costs from customers in the same manner as they recover other costs assessed by the Commission. In the alternative, utilities may propose a different recovery mechanism as part of their consumer education plan filing. Id. at 11.

9. Currently, UGI has no automatic rate mechanism to pass through the costs of incremental assessments designed to recover UGI's portion of a statewide customer education program or the costs of UGI's proposed customer education program.

10. UGI believes it would be appropriate to establish a customer education rider, similar to the rider used to recover its natural gas customer education costs pursuant to the Commission's Order at *Creation and Implementation of a Statewide Consumer*

Education Program for Natural Gas Competition, Docket No. M-00001326 (Order Entered February 10, 2000).

11. Attached as Appendix B hereto is a *pro forma* tariff supplement that would establish a proposed Education Cost Rider, reconciled annually with interest, designed to permit UGI to recover statewide and UGI system customer education costs.

12. This rider would be a component of UGI residential and small commercial and industrial rate schedules R (Residential Service), RRS (Residential Renewable Service), RWT (Residential Service Water/Space Heating), RTU (Residential Time-of-Use Service), RRTU (Residential Renewable Time-of-Use Service), CWH (Controlled Off-Peak Service for Water Heating), GS-1 (General Service), GS-5 (General Service) and GLP (General Lighting and Power Service).

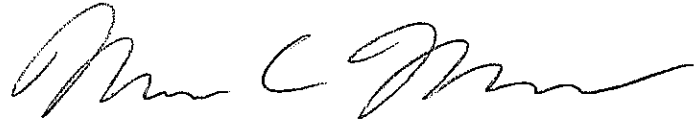
13. The proposed rider would be incorporated into the distribution charges of the affected rate schedules, and would not be a separate line item on customer bills.

14. If approved, UGI would request that the Commission authorize UGI to implement the rider by filing a tariff supplement substantially similar to the pro forma tariff sheets attached in Appendix B on one day's notice.

WHEREFORE, UGI respectfully requests that the Commission approve the proposed UGI customer education plan attached in Appendix A, and authorize UGI to implement its proposed Customer Education Rider on one day's notice to recover that portion of its annual assessment attributable to the Commission's budget for a statewide customer education program and the costs reasonably incurred by UGI for its Commission-

approved customer education program.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Mark C. Morrow", written over a horizontal line.

Mark C. Morrow
(Attorney # 33590)
460 North Gulph Road
King of Prussia, PA 19406
Tel.: 610.341.0754
Fax: 610.992.3258
morrowm@ugicorp.com

Counsel for UGI Utilities, Inc. –
Electric Division

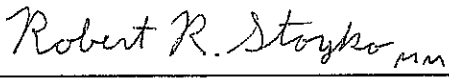
Dated: December 27, 2007

BEFORE THE
PENNSYLVANIA PUBLIC UTILITY COMMISSION

PETITION OF UGI UTILITIES,	:	
INC. – ELECTRIC DIVISION	:	
FOR APPROVAL OF A CUSTOMER	:	
EDUCATION PLAN AND	:	
IMPLEMENTATION OF A CUSTOMER	:	
EDUCATION SURCHARGE ON	:	
LESS THEN THIRTY DAYS'	:	Docket No. P-
NOTICE	:	

VERIFICATION

Robert R. Stoyko deposes and says that he is Vice President – Northern Division; that he is authorized to and does make this verification for it; the facts set forth in the above-captioned petition are true and correct to the best of his knowledge, information and belief; that he expects UGI Utilities, Inc. -- Electric Division to be able to prove the same at any hearing hereof; and that he makes this affidavit subject to the penalties of 18 Pa. C.S. §4904 (relating to unsworn falsifications to authorities).



Robert R. Stoyko

BEFORE THE
PENNSYLVANIA PUBLIC UTILITY COMMISSION

PETITION OF UGI UTILITIES, :
INC. – ELECTRIC DIVISION :
FOR APPROVAL OF A CUSTOMER :
EDUCATION PLAN AND :
IMPLEMENTATION OF A CUSTOMER :
EDUCATION SURCHARGE ON :
LESS THEN THIRTY DAYS' : Docket No. P-
NOTICE :

CERTIFICATE OF SERVICE

I hereby certify that I have, this 27th day of December, 2007, served a true and correct copy of the above-caption petition of UGI Utilities, inc. – Electric Division in the manner and upon the persons listed below in accordance with requirements of 52 Pa.

Code §1.54 (relating to service by a participant):

VIA FIRST CLASS MAIL:

Irwin A. Popowsky, Consumer Advocate
Office Of Consumer Advocate
555 Walnut Street
5th Floor, Forum Place
Harrisburg, PA 17101-1921

William R. Lloyd, Jr.
Small Business Advocate
Office of Small Business Advocate
Suite 1102, Commerce Building
300 North Second Street
Harrisburg, PA 17101

Johnnie E. Simms, Director
Office of Trial Staff
Pennsylvania Public Utility Commission
Commonwealth Keystone Building
400 North Street
Harrisburg, PA 17120



Mark C. Morrow

RATE RRS - (Continued)
RENEWABLE RESIDENTIAL SERVICE

RATE TABLE

Net rates per kilowatt-hour of energy used each month:

			Option 1	Option 2	Option 3	Option 4	
		Transmission (¢/KWH)	Distribution (¢/KWH)	POLR Generation (¢/KWH)	POLR Generation (¢/KWH)	POLR Generation (¢/KWH)	POLR Generation (¢/KWH)
Customer Charge	\$5.50						
First 500 KWH		0.37	3.165	11.550	11.150	11.338	11.044
Next 500 KWH		0.37	2.684	10.811	10.411	10.599	10.305
Over 1,000 KWH		0.37	1.971	8.578	8.178	8.366	8.072

POLR GENERATION PRICE

The POLR Generation prices are applicable to all customers taking standard UGI Generation Service from the Company and electing service under one of the Energy Options in this rate schedule..

MINIMUM MONTHLY CHARGE

The Minimum Monthly Charge shall be the Customer Charge in the above Table.

TAX ADJUSTMENT SURCHARGE

The Tax Adjustment Surcharge included in this Tariff is applied to charges under this Rate.

EDUCATION CHARGE

The Education Charge included in this Tariff is applied to charges under this Rate.

(C)

PAYMENT TERMS

A late payment charge of 1.25% per month of the unpaid balance of all charges due on a bill will be made for failure to make payment in full by the due date. These charges are to be calculated on the overdue portions of the bill only. Such interest rate, when annualized, shall not exceed 15% simple interest per annum.

(I) ... Indicates Increase
(D) ... Indicates Decrease
(C)... Indicates Change
Issued:

Effective:

RATE RWT - (Continued)
RESIDENTIAL SERVICE - WATER/SPACE HEATING

WATER HEATING REQUIREMENTS

Water heaters shall be automatic of a type approved by the Company. The water heater shall be the exclusive source of hot water at all times. The Company will install automatic devices to control the operation of electric water heaters when deemed necessary by Company.

EQUAL MONTHLY PAYMENT PLAN

The Equal Monthly Payment Plan is available to Customers in accordance with Rule 13-e.

TAX ADJUSTMENT SURCHARGE

The Tax Adjustment Surcharge included in this Tariff is applied to charges under this Rate.

EDUCATION CHARGE

The Education Charge included in this Tariff is applied to charges under this Rate.

(C)

PAYMENT TERMS

A late payment charge of 1.25% per month of the unpaid balance of all charges due on a bill will be made for failure to make payment in full by the due date. These charges are to be calculated on the overdue portions of the bill only. Such interest rate, when annualized, shall not exceed 15% simple interest per annum.

RATE RTU - (Continued)
RESIDENTIAL TIME-OF-USE SERVICE

Service to electric heat pumps will be interrupted when the outside air temperature falls below 20 degrees F. Supplemental heating equipment must be provided using an independent fossil fuel furnace or a controlled electric thermal storage device.

EQUAL MONTHLY PAYMENT PLAN

The Equal Monthly Payment Plan is available to Customers in accordance with Rule 13-e.

TAX ADJUSTMENT SURCHARGE

The Tax Adjustment Surcharge included in this Tariff is applied to charges under this Rate.

EDUCATION CHARGE

(C)

The Education Charge included in this Tariff is applied to charges under this Rate.

PAYMENT TERMS

A late payment charge of 1.25% per month of the unpaid balance of all charges due on a bill will be made for failure to make payment in full by the due date. These charges are to be calculated on the overdue portions of the bill only. Such interest rate, when annualized, shall not exceed 15% simple interest per annum.

RATE RRTU – (continued)
RENEWABLE RESIDENTIAL TIME-OF-USE SERVICE

The Customer shall install and maintain approved equipment control device(s) to act upon a control signal provided by the Company. The Company may interrupt equipment to which credits are applied for a maximum of eight (8) hours in any twenty-four (24) hour period.

During the winter months (November through April) service may be interrupted for two (2) different periods. Neither interruption period shall be greater than four (4) consecutive hours separated by a minimum of four (4) consecutive hours. During the summer months (June through September) service may be interrupted for a period not in excess of six (6) consecutive hours.

ELECTRIC STORAGE WATER HEATING REQUIREMENTS FOR BILLING CREDITS

This water heating provision applies to electric water heaters of 80 gallons or more capacity which are the exclusive source of hot water at all times and are equipped with thermostatically controlled noninductive heating elements so connected that not more than 5,500 watts can operate at one time.

This water heating provision will also apply to electric water heaters of 40 gallons or more capacity which are the exclusive source of hot water at all times provided such water heaters have been supplied continuously under other rate schedules and for so long as the electric water heater is continued in regular use at the same service location.

ELECTRIC STORAGE SPACE HEATING REQUIREMENTS FOR BILLING CREDITS

Storage space heating equipment and installation shall be approved by the Company.

Installation of non-storage electric supplemental heating equipment will not be permitted in areas qualifying for billing credits.

Approved space heating equipment shall be limited to electric thermal storage heating systems and electric heat pumps.

Service to electric heat pumps will be interrupted when the outside air temperature falls below 20 degrees F. Supplemental heating equipment must be provided using an independent fossil fuel furnace or a controlled electric thermal storage device.

EQUAL MONTHLY PAYMENT PLAN

The Equal Monthly Payment Plan is available to Customers in accordance with Rule 13-e.

TAX ADJUSTMENT SURCHARGE

The Tax Adjustment Surcharge included in this Tariff is applied to charges under this Rate.

EDUCATION CHARGE

The Education Charge included in this Tariff is applied to charges under this Rate.

(C)

PAYMENT TERMS

A late payment charge of 1.25% per month of the unpaid balance of all charges due on a bill will be made for failure to make payment in full by the due date. These charges are to be calculated on the overdue portions of the bill only. Such interest rate, when annualized, shall not exceed 15% simple interest per annum.

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

Issued:

Effective:

**RATE CWH
CONTROLLED OFF-PEAK SERVICE
FOR WATER HEATING**

AVAILABILITY

This Rate is available for the exclusive operation of heat storage water heating equipment located at premises where other service is supplied under Company's non-residential rates, subject to the provisions hereinafter set forth. Any residential Customer served prior to March 1, 1961 under former Rate WH shall have the option of continuing service under Rate CWH.

CHARACTER OF SERVICE

Alternating current, 60 cycles, single or three phase, 120-208 volts, 3 or 4 wire; 120-240 volts, 3 wire; or 240 volts, 2 or 3 wire.

CONTRACT TERM AND BILLING

Term of contract shall be not less than one (1) year, with monthly payments for service taken.

RATE TABLE

	Distribution (¢/KWH)	Residential POLR Generation (¢/KWH)	Non-Residential POLR Generation (¢/KWH)
Minimum Monthly Charge	\$2.86	\$5.10	\$5.10
For all Energy used	3.281	8.981	8.981

POLR GENERATION PRICE

The POLR Generation price is applicable to all customers served under this rate schedule and taking standard UGI Generation Service from the Company.

TAX ADJUSTMENT SURCHARGE

The Tax Adjustment Surcharge included in this Tariff is applied to charges under this Rate.

EDUCATION CHARGE

(C)

The Education Charge included in this Tariff is applied to charges under this Rate.

PAYMENT TERMS RESIDENTIAL CUSTOMERS

A late payment charge of 1.25% per month of the unpaid balance of all charges due on a bill will be made for failure to make payment in full by the due date. These charges are to be calculated on the overdue portions of the bill only. Such interest rate, when annualized, shall not exceed 15% simple interest per annum.

**RATE GS-1 (Continued)
GENERAL SERVICE**

ANNUAL GUARANTEE

For customers taking generation service from the Company the Annual Guarantee for all service is \$234.50 when service has been supplied for a full twelve-month period ending with June bills. If the customer has taken generation service from an alternate electric supplier for this period the Annual Guarantee shall be \$120.00. If the net amount billed for service during such period aggregate less than the annual guarantee amount associated with the service being taken the difference shall become part of the bill for June.

TAX ADJUSTMENT SURCHARGE

The Tax Adjustment Surcharge included in this tariff is applied to charges under this Rate.

EDUCATION CHARGE

(C)

The Education Charge included in this Tariff is applied to charges under this Rate.

PAYMENT TERMS

Bills are net if paid on or before the last day for payment as specified on bill. Bills of Customers who defer payment beyond the specified date will be increased three (3) percent.

(C) ... Indicates Change

Issued:

Effective:

RATE GS-5 (continued)
GENERAL SERVICE
(VOLUNTEER FIRE COMPANY, NON-PROFIT SENIOR CITIZEN CENTER, NON-PROFIT RESCUE SQUAD, AND NON-PROFIT AMBULANCE SERVICE)

RATE TABLE

Net rates per kilowatt-hour of energy used each month:

	Transmission (¢/KWH)	Distribution (¢/KWH)	POLR Generation (¢/KWH)
Customer Charge	\$5.50		
First 500 KWH	0.370	3.165	10.265
Next 500 KWH	0.370	2.684	8.871
Over 1,000 KWH	0.370	1.971	6.798

POLR GENERATION PRICE

The POLR Generation price is applicable to all customers served under this rate schedule and taking standard UGI Generation Service from the Company.

MINIMUM MONTHLY CHARGE

The Minimum Monthly Charge shall be the Customer Charge in the above Table.

TAX ADJUSTMENT SURCHARGE

The Tax Adjustment Surcharge included in this Tariff is applied to charges under this Rate.

EDUCATION CHARGE

(C)

The Education Charge included in this Tariff is applied to charges under this Rate.

PAYMENT TERMS

A late payment charge of 1.25% per month of the unpaid balance of all charges due on a bill will be made for failure to make payment in full by the due date. These charges are to be calculated on the overdue portions of the bill only. Such interest rate, when annualized, shall not exceed 15% simple interest per annum.

(I) ...Indicates Increase
(D) ...Indicates Decrease
(C) ...Indicates Change
Issued:

Effective:

UGI UTILITIES, INC.
ELECTRIC DIVISION

Pro Forma Supplement to
Electric - Pa. PUC No. 5
Revised Page No. 71
Canceling Former Revised Page No. 71

RATE GLP - (Continued)
GENERAL LIGHTING AND POWER SERVICE

ANNUAL GUARANTEE

For customers taking generation service from the Company the Annual Guarantee for all service is \$278.87 when service has been supplied for a full twelve-month period ending with June bills. If the customer is taking generation service from an alternate electric supplier, the Annual Guarantee is \$86.38 when service has been supplied for a full twelve-month period ending with June bills. If the net amounts billed for service during such period aggregate less than the Annual Guarantee associated with the service being taken the difference shall become part of the bill for June.

TAX ADJUSTMENT SURCHARGE

The Tax Adjustment Surcharge included in this Tariff is applied to charges under this Rate except for charges made under the Energy Cost Rate.

EDUCATION CHARGE

(C)

The Education Charge included in this Tariff is applied to charges under this Rate.

PAYMENT TERMS

Bills at the foregoing rates and discounts are due and payable on or before the last day for payments as specified on bill. Bills to Customers who defer payments beyond the specified date will be increased two (2) percent.

(D) ... Indicates Decrease
(I) ... Indicates Increase
(C) ... Indicates Change
Issued:

Effective:

APPENDIX B

(Pro forma Tariff Sheets)

UGI UTILITIES, INC.
ELECTRIC DIVISION

Pro Forma Supplement to
Electric - Pa. PUC No. 5

UGI UTILITIES, INC.
ELECTRIC DIVISION
ELECTRIC SERVICE TARIFF

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:

BY: R.R. Stoyko
Vice President – Northern Region
One UGI Center
Wilkes-Barre, Pennsylvania 18711

Effective:

Issued in accordance with
the Policies to Mitigate
Potential Electricity Price
Increases at Docket No.
M-00061957

ELECTRIC DIVISION
One UGI Center
Wilkes-Barre, Pennsylvania 18711

NOTICE

THIS TARIFF MAKES CHANGES TO EXISTING RATES (PAGE 2)

UGI UTILITIES, INC.
ELECTRIC DIVISION

Pro Forma Supplement to
Electric – Pa. PUC No. 5
Revised Page No. 2
Canceling Former Revised Page No. 2

LIST OF CHANGES MADE BY THIS TARIFF

ADDITION: RULE 30 – EDUCATION CHARGE APPLICABLE TO RESIDENTIAL AND SMALL COMMERCIAL RATE PLANS – PAGE 43F:

Pursuant to the Policies to Mitigate Potential Electricity Price Increases at Docket No. M-00061957, an Education Charge has been developed and computed and will be applied to all residential and small business customer rate schedules. The Education Charge is \$.00000/kWh.

THE FOLLOWING RATE SCHEDULES HAVE BEEN UPDATED TO REFLECT THE EDUCATION CHARGE IN RULE 30:

Rate Schedule R – Residence Service - Page No. 44
Rate Schedule RRS – Renewable Residential Service – Page No. 44B
Rate Schedule RWT – Residential Service Water/Space Heating – Page No. 46
Rate Schedule RTU – Residential Time-of-Use Service – Page No. 49
Rate Schedule RRTU – Residential Renewable Time-of-Use Service – Page No. 49C
Rate Schedule CWH – Controlled Off-Peak Service for Water Heating – Page No. 54
Rate Schedule GS1 – General Service – Page No. 58
Rate Schedule GS5 – General Service – Page No. 64
Rate Schedule GLP – General Lighting and Power Service – Page No. 71

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**RATE R
RESIDENCE SERVICE**

AVAILABILITY

Available to Customers located on Company's distribution lines and desiring service for household and non-residential uses (where the non-residential use(s) is limited to less than 2 KW) in a single private dwelling, or an individual dwelling unit in a multiple dwelling structure, and its appurtenant detached buildings.

CHARACTER OF SERVICE

Alternating current, 60 cycles, single phase; 120 volts, 2 wire; 120-208 volts, 3 wire; or 120-240 volts, 3 wire.

RATE TABLE

Net rates per kilowatt-hour of energy used each month:

	Transmission (¢/KWH)	Distribution (¢/KWH)	POLR Generation (¢/KWH)
Customer Charge	\$5.50		
First 500 KWH	0.370	3.165	10.265
Next 500 KWH	0.370	2.684	8.871
Over 1,000 KWH	0.370	1.971	6.798

POLR GENERATION PRICE

The POLR Generation price is applicable to all customers served under this rate schedule and taking standard UGI Generation Service from the Company.

MINIMUM MONTHLY CHARGE

The Minimum Monthly Charge shall be the Customer Charge in the above Table.

TAX ADJUSTMENT SURCHARGE

The Tax Adjustment Surcharge included in this Tariff is applied to charges under this Rate.

EDUCATION CHARGE

The Education Charge included in this Tariff is applied to charges under this Rate.

(C)

PAYMENT TERMS

A late payment charge of 1.25% per month of the unpaid balance of all charges due on a bill will be made for failure to make payment in full by the due date. These charges are to be calculated on the overdue portions of the bill only. Such interest rate, when annualized, shall not exceed 15% simple interest per annum.

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