

CAPTION SHEET

CASE MANAGEMENT SYSTEM

1. REPORT DATE: 00/00/00	:	
2. BUREAU: ALJ	:	
3. SECTION(S):	:	4. PUBLIC MEETING DATE:
5. APPROVED BY:	:	00/00/00
DIRECTOR:	:	
SUPERVISOR:	:	
6. PERSON IN CHARGE:	:	7. DATE FILED: 09/18/06
8. DOCKET NO: C-20066821	:	9. EFFECTIVE DATE: 00/00/00

PARTY/COMPLAINANT: DONEGAL SCHOOL DISTRICT

RESPONDENT/APPLICANT: UGI UTILITIES, INC.

COMP/APP COUNTY: LANCASTER

UTILITY CODE: 123100

ALLEGATION OR SUBJECT

COMPLAINANT STATES THERE IS AN INCREASE OF DISTRIBUTION RATE IN VIOLATION OF THE TARIFF. THEY ARE REQUESTING A COMPLETE REVIEW OF UGI'S METHODS OF ESTABLISHING DISTRIBUTION RATES AND RETAIL RATES UNDER RATE 1.S.

DOCUMENT  
FOLDER

SEP 26 2006

Formal Complaint Form

123100  
Please print or type: C-20060821

2005 SEP 13 AM 10:08

1. CUSTOMER NAME (COMPLAINANT)

Your name, mailing address, county, telephone number, utility account number and service address:

Name Donegal School District

Street/P.O. Box 1051 Koser Rd Apt #

City Mount Joy State PA Zip 17552

County Lancaster

Area Code/ HOME Phone

Area Code/WORK Phone 717-492-1305

Utility Account Number (from your bill) See attached

ORIGINAL

If your complaint involves utility service provided to a different address than your mailing address, please list this information below.

Name See attached

Street/P.O. Box

City State Zip

2. UTILITY NAME (RESPONDENT)

Name of utility company your complaint concerns: UGI Utilities Inc.

3. TYPE OF UTILITY (check one)

- ELECTRIC
- STEAM HEAT
- X GAS
- WASTE WATER
- WATER
- MOTOR CARRIER
- (taxi, moving company, limousine)
- TELEPHONE
- (local, long distance)

519828

Rev Jan. 2005

4. COMPLAINT (check one)

A. In general, what is your complaint?

- I want to oppose the company's proposed rate increase.
- There are incorrect charges on my bill.
- There is a reliability, safety or quality problem with my utility service.
- I received a notice that my utility service is being terminated.
- I would like a payment agreement.
- Other Increase of distribution rate in violation of Tariff. (explain)

B. State the facts of your complaint.

Include any specific dates, times or places that are important. If the complaint is about a bill, tell us about any charges that you believe are not correct. Use additional paper if you need more space. Provide copies of all relevant documents you believe will support your complaint.

Please see attached document.

5. RELIEF

What do you want the Public Utility Commission to do about your complaint? Use additional paper if you need more space.

Please see attached document.

6. PROTECTION FROM ABUSE

Answer the following question if your complaint is against a natural gas distribution company, an electric distribution company or a water company AND your complaint is about a billing problem, an application for service problem, a termination of service problem or a request for a payment agreement.

Has a court granted a "Protection from Abuse" order for your personal safety?

YES

X NO

7. PRIOR UTILITY CONTACT

Answer the following question only if you are a residential customer and your complaint is against an electric distribution utility, natural gas distribution utility or a water distribution utility.

Have you spoken to a utility company representative about this complaint?

YES

(includes appeals of BCS determinations)

NO

If you tried to, but could not speak to a utility company representative about your complaint, please explain why.

8. VERIFICATION AND SIGNATURE

You must print or type your name below on the line provided for the verification paragraph, and you must sign and date (in ink) this form on the lines provided.

Verification:

Terry L. Hackman Business Manager hereby state that the facts above set forth are true and correct (or are true and correct to the best of my knowledge, information and belief) and that I expect to be able to prove the same at a hearing held in this matter. I understand that the statements herein are made subject to the penalties of 18 Pa. C.S. § 4904 (relating to unsworn falsification to authorities).

(Signature)

*Terry L. Hackman*

(Date) 9/14/06

9. LEGAL REPRESENTATION (IF ANY)

If you are represented by a lawyer in this matter you must provide your lawyer's name, address and telephone number.

Lawyer's Name

Ted Brubaker - Hartman, Underhill & Brubaker

Street

221 E Chestnut St, Lancaster

City

PA State 17603 Zip

Area Code/Phone Number 717-299-7250

10. FILING

Please return the completed form to one of the addresses listed below:

If using U.S. Postal Service:

Secretary  
Pennsylvania Public Utility Commission  
P O Box 3265  
Harrisburg, PA 17105

If using overnight delivery service:

Secretary  
Pennsylvania Public Utility Commission  
400 North Street  
Commonwealth Keystone Building, 2<sup>nd</sup> Floor  
Harrisburg, Pennsylvania 17120

**Facsimiles and/or electronic filings of the complaint form will not be accepted.**

**If you have any questions about filling out this form, please contact the Secretary's Bureau at 717-772-7777.**

Keep a copy of your complaint for your records.

519828

Rev. Jan. 2005

# Donegal School District UGI Accounts

Customer Number	Billing Information
312 821 1007 07	Donegal School Maytown Elem School 105 N River St Maytown PA 17550
312 821 1294 00	Donegal School Maytown Elem School 105 N River St Maytown PA 17550
316 822 9070 02	Riverview Elementary John Boughter 1179 River Road Marietta PA 17547
317 514 9886 15	Donegal High School Union School Rd Mount Joy PA 17552
318 505 6920 09	Donegal High School Maintenance Bldg Union School Rd Mount Joy PA 17552
318 505 7028 07	Donegal Schol Dist Maintenance Bldg 1005 Koser Rd Mount Joy PA 17552
318 505 7153 07	Donegal High School Union School Rd Mount Joy PA 17552
318 505 8807 05	Donegal Springs Elem 1055 Koser Rd Mount Joy PA 17552
318 505 8809 07	Donegal School Dist Main Bldg #2 1005A Koser Rd Mount Joy PA 17552

PUC COMPLAINT  
SECTION 4B

This complaint is centered on the excessive rates that UGI is forcing customers such as us to pay for the transportation of natural gas from the point of interconnect between Texas Eastern and or Columbia Gas and the UGI City Gate and their transportation of this gas through their system to our burner tip or meters. This complaint will demonstrate the failure of UGI to follow their own tariff, the excessive and unjustified increase in transport rates for the same service, the failure to negotiate rates based upon the alternative fuel, the failure to negotiate at all, the complete disregard to requests for information, the failure to recognize differences in gas costs for individual customers, the charge for retail interruptible in excess of the charge for firm retail and other issues that will be identified as follows.

The effective Tariff is more fully described as UGI Utilities, Inc. Gas Tariff, including the Gas Services Tariff and the Choice Supplier Tariff, effective for service rendered on or after April 7, 2006 in accordance with the Commissioner's Order at P-00062209 entered April 6, 2006. Hereinafter, "The Tariff".

1. **"Charge as negotiated between the Customer and Company"**

UGI has failed and refused to engage in any interactive discussion of rates that could be considered negotiable. UGI has dictated a rate that if the Customer did not accept the rate, Customer would then go on a month-to-month rate structure. For example, the month-to-month rate for June 2006 was so excessive that had a month-to-month rate been accepted, the Customer would be faced with filing monthly PUC complaints. In June 2006, the distribution rate would have resulted in excess of \$10.00 per mcf yet the cost of gas delivered to the UGI City Gate inclusive of all interstate transportation was approximately \$7.75. UGI's transport rate exclusive of the cost of gas and exclusive of the cost of interstate capacity would have been significantly greater than the cost of gas and the transport of the gas from the Gulf of Mexico to the UGI city gate. Tariff, page 98

2. **"Charge as negotiated between the Customer and Company based upon the alternative fuel that the customer has the economic capability of consuming"**

UGI has treated similar entities differently and has not obtained alternative fuel costs. The distribution rate is the same for various school districts and similarly situated customers, although their cost of oil can be significantly different. In addition, UGI has failed to obtain or even attempted to obtain the cost of natural gas. Without having knowledge of both a customer's cost of oil and cost of gas it is solely in UGI's opinion as to what they believe are reasonable oil and natural gas costs. UGI also fails to recognize the cost of low priced oil that we have in inventory. Tariff, page 98

3. **"Charge as negotiated between the Customer and Company based upon the alternative fuel that the customer has the economic capability of consuming, inclusive of related business factors"**  
When the price difference between oil and gas would require UGI to reduce the distribution rate they invoke the clause "inclusive of related business factors to charge a high distribution rate. A historical perspective will bear this to be accurate. Tariff, page 98.
4. UGI has refused requests for the method of calculations and data in determining rates at issue in this Complaint.
5. Customers in the UGI service area have different costs of oil, different costs of natural gas, different weighted average costs of interstate capacity yet UGI's distribution rate is the same for all schools which again indicates their complete indifference to the alternative costs for other fuels in comparison to natural gas.
6. UGI's distribution rates have increased from approximately \$ 95 to \$3.95 in a three-year period. This increase is excessive and lacks any reasonable connection to their cost of service.
7. **"When service under the Delivery Service option is available, the price shall be set by the Company and revised from time to time in the same manner as the Commodity Charge under the Monthly Rate Table, above. The Delivery Service Option price shall be no greater than the otherwise applicable maximum charge for retail service less the lowest commodity cost of gas from field sources available for delivery by pipeline to company."** Tariff, page 99.

This provision should be deemed void as inherently unfair to the Customer and impossible for implementation. A customer on the UGI system has no method of either determining the "applicable maximum charge" due to the PGA filings of UGI or can it ever determine the "lowest commodity charge" as this is not in the PGA filing. The rate cannot be the "applicable maximum charge for retail service" as there are multiple blocks which should be blended to accurately reflect a consumers monthly volumetric consumption. In either case UGI is establishing rates based upon an unknown cost of gas and an unknown retail rate as they have the ability to file PGA's adjusting their costs.

8. UGI has through other tariffs sections established a firm fixed distribution rate, for example:
  - (a) Rate NT reflects distribution rates of \$4.075 per mcf for the first 2.5 mcf per month next 475 at \$3.576 and over 500 at \$2.4841. A consumer of 2000 mcf per month would have an average DSO of \$2.746 and it would be for firm service

(b) Rate DS reflect seasonal rate and for comparison we will use the higher rates: First 500 MCF \$2.30. Over 500 MCF \$2.07  
For a customer consuming 2000 MCF per month the distribution rate would be \$2.1275 and it would be for firm service

(c) Rate LFD reflects distribution rates of the first 1000 mcf at \$1.843 and the next 4000 at \$1.153. For a 2000 mcf customer the distribution rate would be \$1.498 and it would be for firm service

9. The Customer believes and therefore avers that UGI may also be charging interruptible retail rates greater than what is permitted under tariff which would prevent Customers from attempting to switch from a transport service to an interruptible retail rate. Tariff, page 98
10. UGI has failed to meet the provisions of its tariff both through the written word and through the spirit of which it is intended. The result is a significant increase in transportation rates that must be passed on to taxpayers or in the case of a non-taxing authority, its customers. UGI has made no effort to negotiate and has failed to meet any reasonable standard within its tariff. Taxpayers and customers are indirectly subsidizing the larger consumers that are paying significantly reduced or discounted distribution rates.

PUC COMPLAINT  
SECTION 5

For the reasons set forth in this Complaint, the Customer seeks the following relief:

1. A complete review of UGI's methods of establishing
  - a) Distribution rates
  - b) Retail rates under rate IS;
2. An adjustment to the distribution rates adjusted for volumes as specified in rate NDS and rate LFD as done appropriately for volume consumption;
3. Removal of any rates that are based upon unknown retail sales prices or unknown cost of gas that can be adjusted through PGA filings so are not permanently established at the time of establishment of a distribution rate;
4. An order that UGI negotiate and that the maximum rate is as described above in this section and be based upon the maximum distribution rates for firm service from the rate the most accurately reflects the total volume of the entity;
5. An adjustment retroactive to July 1 2006 or July 1 2005 as deemed appropriate by the PUC;
6. The PUC's assistance in preventing any forms of retribution that result from our complaint;
7. A complete review and forced adjustments to the UGI tariff as ordered by the PUC;
8. To be treated fairly by UGI the only source of distribution of natural gas available to us.



COMMONWEALTH OF PENNSYLVANIA  
PENNSYLVANIA PUBLIC UTILITY COMMISSION  
P.O. BOX 3265, HARRISBURG, PA 17105-3265

IN REPLY PLEASE  
REFER TO OUR FILE

DATE SERVED: September 26, 2006

C-20066821

UGI CORPORATION  
PO BOX 13009  
READING PA 19612-3009

DOCUMENT  
FOLDER

Dear Sir/Madam:

A complaint has been filed against you before the Pennsylvania Public Utility Commission by DONEGAL SCHOOL DISTRICT. To defend yourself against the claims stated in the following pages, you must act within twenty (20) days by filing in writing with the Commission, either personally or through your attorney, your defenses or objections to the claims stated against you. Or, you may satisfy the complaint by settling the matter with the Complainant and submitting proof of settlement to the Commission within twenty (20) days.

IF YOU FAIL TO RESPOND WITHIN TWENTY (20) DAYS, THE CASE MAY GO FORWARD IN YOUR ABSENCE AND A JUDGEMENT MAY BE ENTERED AGAINST YOU BY THE COMMISSION WITHOUT FURTHER NOTICE.

CUSTOMER OF A UTILITY

A payment schedule may be prescribed or a termination of utility services may be authorized. You may lose money or property or other rights important to you.

COMPANY/UTILITY

An Administrative Law Judge may revoke or suspend any certificate or permit held by you, or impose a fine, or any other appropriate penalty or remedy authorized by the Public Utility Code. You may lose money or property or other rights important to you.

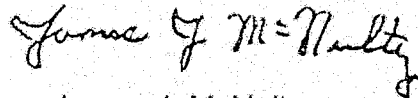
Detailed instructions on how to proceed are contained in the attached pages. You are advised to read them carefully.

September 26, 2006

Unless you are a corporation or other organization, you may proceed without a lawyer. However, if you want a lawyer and do not have one or cannot afford one, the office listed below can tell you where you can get legal help:

Pennsylvania Lawyer Referral Service  
Pennsylvania Bar Association  
P.O. Box 186  
Harrisburg, PA 17108  
(800) 692-7375

Very truly yours,



James J. McNulty  
Secretary

ane

BEFORE THE PENNSYLVANIA PUBLIC UTILITY COMMISSION

DATE SERVED: September 26, 2006

DOCUMENT  
FOLDER

DONEGAL SCHOOL DISTRICT  
Complainant

v.

UGI CORPORATION  
Respondent

Complaint Docket  
No: C-20066821

SEP 26 2006

---

FORMAL COMPLAINT NOTICE TO RESPONDENT TO ANSWER OR SATISFY

---

TO: UGI CORPORATION

TAKE NOTICE:

That a complaint in the above entitled matter, of which the attached is a true and correct copy, has been presented and filed of record with the Pennsylvania Public Utility Commission. Section 702 of the Public Utility Code, 66 Pa. C.S. Section 702, requires the Commission to serve on each party named in a complaint a copy of the complaint and notice calling upon each party to satisfy the complaint, or to answer the same in writing within a specified time; THEREFORE,

1. You have twenty (20) days from the date on which this complaint is served to either satisfy this complaint or to file with the **Secretary of the Pennsylvania Public Utility Commission, P. O. Box 3265, Harrisburg, PA 17105-3265**, an answer (original and three copies), in writing, under oath, which, as required by Section 5.61 of the Commission's Rules of Practice and Procedure, 52 Pa. Code Section 5.61, either affirms or specifically denies the allegations in this complaint. You must also serve a copy of the answer upon the complainant. The date of service is the mailing date as indicated by the date at the top of this Notice. Section 1.56(a) of the Commission's Rules of Practice and Procedure, 52 Pa. Code Section 1.56(a).

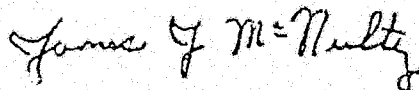
2. If you fail to either satisfy this complaint or to file answer or other responsive pleading within twenty (20) days, you will be deemed to have admitted all the allegations in this complaint in accordance with Section 5.61 of the Commission's Rules of Administrative Practice and Procedure, 52 Pa. Code Section 5.61. In that event, the Commission may, without hearing, enter an order which either revokes or suspends any certificate or permit held by you or which imposes a fine or any other appropriate penalty or remedy authorized by the Public Utility Code, 66 Pa. C.S. Section 101, et seq.; and, if

you are a customer of a utility, an order may be entered which prescribes a payment schedule or which authorizes termination of utility services. The Commission is not limited to the relief sought by the complainant in paragraph 4 of the attached complaint.

3. If you elect to satisfy this complaint you must file, within twenty (20) days from the date on which this complaint is served, affidavits executed by each complainant that this complaint has been satisfied. Such affidavits must describe the basis on which this complaint was satisfied; any settlement agreement between the parties must be reduced to writing and attached to the affidavit. Such affidavits are to be filed with the Secretary of the Commission at the address set forth in paragraph 1. Upon receipt of affidavits of satisfaction from all complainants, this complaint may be dismissed by the Commission in accordance with Section 703(a) of the Public Utility Code, 66 Pa. C.S. Section 703(a), unless the Commission determines that such dismissal would be contrary to the public interest, in which event the Commission may direct that hearings be held upon the complaint.

4. If you file an answer which admits the allegations in this complaint, or which fails to specifically deny the allegations in this complaint, the Commission may, without hearing, enter an order which either revokes or suspends any certificate held by you or which imposes a fine or any other appropriate penalty or remedy authorized by the Public Utility Code, 66 Pa. C. S. Section 101, et seq.; and, if you are a customer of a utility, an order may be entered which prescribes a payment schedule or which authorizes termination of utility services. The Commission is not limited to the relief sought by the complainant in paragraph 4 of the attached complaint.

5. If you file a timely answer which specifically denies the allegations in this complaint, or which raises material questions of law or fact, this matter shall be referred to the Office of Administrative Law Judge for hearing and decision. If, after hearing on the issues raised by that answer, you are found to have committed any of the violations alleged in the complaint, the Administrative Law Judge may render a decision which either revokes or suspends any certificate or permit held by you or which imposes a fine or any other appropriate penalty or remedy authorized by the Public Utility Code, 66 Pa. C. S. Section 101, et seq.; and, if you are a customer of a utility, an order may be entered which prescribes a payment schedule or which authorizes termination of utility services. In the imposition of a penalty after a hearing the Administrative Law Judge is not bound by the relief sought by the complainant in paragraph 4 of the attached complaint.



James J. McNulty  
Secretary

(SEAL)

Certified Mail  
Return Receipt Requested



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) 992-3259 Fax

October 16, 2006

ORIGINAL

VIA EXPRESS MAIL

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

RECEIVED

OCT 16 2006

PA PUBLIC UTILITY COMMISSION  
SECRETARY'S OFFICE

Re: Donegal School District v. UGI Utilities, Inc., Docket No.C-20066821

Dear Secretary McNulty:

Enclosed for filing, please find an original and three copies of the Answer of UGI Utilities, Inc. – Gas Division to the formal complaint of the Donegal School District. Copies of this document have been served upon the persons indicated on the attached certificate of service.

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

Very truly yours,

Mark C. Morrow

RJP Counsel for UGI Utilities, Inc. –  
Gas Division

DOCUMENT  
FOLDER

88

RECEIVED

OCT 19 2006

BEFORE THE  
PENNSYLVANIA PUBLIC UTILITY COMMISSION

ORIGINAL

PA PUBLIC UTILITY COMMISSION  
SECRETARY'S OFFICE

DONEGAL SCHOOL DISTRICT

v.

UGI UTILITIES, INC. -  
GAS DIVISION

Docket No. C-20066821

DOCKETED

OCT 19 2006

ANSWER OF  
UGI UTILITIES, INC. - GAS DIVISION  
TO THE FORMAL COMPLAINT OF  
THE DONEGAL SCHOOL DISTRICT

UGI Utilities, Inc. - Gas Division ("UGI"), in accordance with the provisions of 52 Pa. Code §5.61, hereby submits the following answer to the formal complaint of the Donegal School District ("Complainant"):

INTRODUCTION

The Complainant's formal complaint is one of at least twenty-four virtually identical formal complaints filed in a coordinated fashion by certain schools or school districts (the "Complainants").<sup>1</sup> Each of the Complainants:

- (1) has a documented installed alternate fuel capability at its service account location(s); and
- (2) has an automatic temperature control device at its service account location(s) that automatically switches load from natural gas to an alternate fuel when temperatures fall below a certain level (the "Interruption Temperature"); and

<sup>1</sup> These complaints are listed in Appendix A hereto.

DOCUMENT  
FOLDER

- (3) is free to burn either natural gas or its alternate fuel when temperatures are above the Interruption Temperature; and
- (4) procures its fuel supplies for its UGI service account location(s) through an annual competitive bid solicitation process; and
- (5) has elected to procure its natural gas commodity from a marketer;<sup>2</sup> and
- (6) solicited bids for interruptible transportation service from UGI for the annual periods running from July 1, 2005 through June 30, 2006, and July 1, 2006 through June 30, 2007; and
- (7) received a bid from UGI to provide interruptible natural gas distribution service under the delivery service option of Rate IS (hereafter "Rate IS-DSO") at the rate of \$3.95/Mcf for the period of July 1, 2006 through June 30, 2007 in return for a commitment to burn a certain amount of gas during this period; and
- (8) elected to accept this offer after considering the competitive bids received, including, presumably, bids from marketers for the provision of natural gas supply service and bids from suppliers of its alternative fuel; and
- (9) with one exception, also accepted lower and varying annual UGI Rate IS-DSO price offers for the period of July 1, 2005 through June 30, 2006, in return for a commitment to burn a certain amount of gas during this period.

Complainants essentially contend the annual Rate IS-DSO rates they accepted for the current and prior annual periods are or may be in excess of the maximum rate limits specified in UGI's tariff, and that these rates are or may be in excess of what they would have had to pay for

---

<sup>2</sup> Virtually all of the Complainants receive service from the same marketer, Texon, that previously raised most or all of the arguments set forth in the Complainants' formal complaints in an informal complaint to the Commission that resulted in no further action.

service under applicable UGI firm rate schedules. In their identical requests for relief, the Complainants accordingly request “[a]n adjustment to the distribution rates adjusted for volumes as specified in rate NDS and rate LFD as done appropriately for volume consumption[.]” and “[a]n adjustment retroactive to July 1 2006 or July 1 2005 as deemed appropriate by the PUC.”

As indicated in UGI’s responses below, Complainant’s have fundamentally misconstrued the maximum rate provisions of Rate IS-DSO, and have based their complaints on a grossly flawed rate analysis that, amongst other things: (1) includes firm rate schedules for which they do not qualify to receive service, (2) only considers one component of the charges under these firm rate schedules and ignores customer, system access fee, standby and other applicable charges and (3) assumes monthly consumption far in excess of actual use, thereby skewing results by applying tail block rates applicable to much larger customers. The annual Rate IS-DSO rates Complainants have accepted are both less than the applicable maximums specified in UGI’s tariff and less than the rates Complainants would pay under the firm rate schedules for which their Rate IS-DSO service accounts would qualify.

Moreover, the Complainants presumably have benefited significantly from their economic decision to install an alternate fuel capability and to receive service from UGI under Rate IS-DSO. They have benefited by receiving annual discounts from the rates they would otherwise have to pay if they received firm natural gas distribution service (which under current market conditions is a relatively small portion of their total energy bill). These discounts reflect the relative spread between the price of gas and the applicable alternate fuel, and are designed to encourage the use of natural gas distribution service, as opposed to the use of an alternate fuel, when temperatures are above the Interruption Temperature. While these discounts may have been greater when the price spread between gas and alternate fuels was narrower, Complainants are still receiving a discount from what they would pay under applicable firm service schedules,

and will receive greater discounts in the future if the price spread between gas and alternate fuels narrows once more. If these discounts were not present, Complainants, who are served by a sophisticated gas marketer(s), would presumably switch to service under applicable firm rate schedules. Complainants have also presumably benefited from their decision to install an alternate fuel capability when buying natural gas supplies from their marketer(s) since annual gas costs are lower when gas does not have to be purchased during the coldest weather conditions.

UGI's firm service customers have also benefited from UGI's interruptible rate structure. As a standard practice, UGI does not design or construct its system to serve interruptible loads, and has accordingly avoided high risk capital investments for these loads that would have increased its rate base without providing reasonable investment return. Also, in establishing base rates, UGI's revenue requirements have been reduced and UGI has been placed at risk to recover a certain amount of revenues from interruptible service offerings. With the advent of customer choice, a portion of this benefit was shifted into a credit to purchased gas cost ("PGC") rates. Specifically, in accordance with the provisions of 66 Pa.C.S. §2211(g), UGI's base rates were adjusted and a credit to PGC rates was established to "reflect the margins realized from interruptible sales and interruptible transportation customers utilizing capacity reflecting rates established under section 1307(f)."

Almost all of the Complainants, in receiving service under Rate IS-DSO, also receive assignments of upstream capacity acquired by UGI to meet the firm requirements of PGC customers when those customers do not need such capacity. The Rate IS-DSO revenues received by UGI from these Complainants, in turn, are credited to the PGC. To the extent Rate IS-DSO revenues from these Complainants are not maximized, this credit would be reduced and PGC rates would increase for UGI's firm service PGC customers.

## RESPONSE TO SPECIFIC AVERMENTS

1. It is admitted Complainant is the Donegal School District. It is denied the account numbers identified by Complainant are accurate or that Complainant has nine Rate IS-DSO service accounts. By way of further answer Complainant has three Rate IS-DSO service accounts serving its Springs Elementary School, Middle School and High School.
2. Admitted.
3. Admitted.
4. A. It is denied that UGI increased distribution rates in violation of its tariff.  
B. It is denied that UGI's rate are excessive, in violation of its tariff, or that UGI has failed to negotiate Rate IS-DSO rates based on the costs of alternate fuels or otherwise. It is denied that UGI fails to recognize the differences in gas costs for individual customers or that it charges Rate IS-DSO rates in excess of the maximum rates specified in its tariff. It is denied that UGI has failed to respond for requests for information.

(1.) It is denied that that UGI has failed or refused to engage in any interactive discussion of rates. Schools and school districts generally require the submission of sealed annual bids, are free to accept or reject the bids submitted by UGI, and presumably would do so if alternative bids were superior. Although UGI developed a single annual Rate IS-DSO bid price for all school or school district bid solicitations for the July 1, 2006 through June 30, 2007 period, UGI would have been willing to revise its bid if a school or school district had been willing to demonstrate that its load would leave the UGI system if the annual Rate IS-DSO price were not lowered. It is denied that UGI forces schools or school districts to accept monthly Rate IS-DSO pricing. If schools or school districts are not satisfied with the annual Rate IS-DSO bids they request, they can elect to remain on Rate IS-DSO and receive monthly pricing, utilize their alternate fuel

and receive no service from UGI, or may take service under any available alternative rate schedule. It is denied that the Complainant received service at monthly Rate IS-DSO rates in June of 2006. UGI has no knowledge of Complainant's total costs of delivering gas to UGI's city gate in June of 2006, or whether that cost would have been in excess of the optional Rate IS-DSO monthly rate that Complainant **did not** elect to receive.

(2.) It is admitted that UGI develops standard monthly Rate IS-DSO prices for customers depending on the type of alternate fuel capability they have, and a standard annual Rate IS-DSO price to submit in response to annual bid requests from schools and school districts. It is denied that UGI is not willing to adjust these rates if a customer supplies information demonstrating that its load is likely to leave the UGI system if a greater discount is not offered. By way of further answer, while UGI developed an initial annual Rate IS-DSO bid for the July 1, 2005 through June 30, 2006 period, it eventually agreed, after further discussions with individual school districts, to three separate annual school prices for this period. It is denied that Complainant has produced any information concerning its oil inventory costs that would warrant a lower Rate IS DSO rate. If such alternative fuel costs were truly lower than UGI's annual Rate IS-DSO price, Complainant could have burned its lower-cost alternate fuel. It, however, did not elect to do so.

(3.) It is admitted that UGI's tariff permits consideration of "related business factors" in establishing its Rate IS-DSO prices, and UGI does so. If UGI misjudges such other business factors, Complainant is ultimately free to utilize its alternate fuel in lieu of Rate IS-DSO service or to elect to take service under any other rate schedule for which it is qualified to receive service.

(4.) It is denied that UGI has refused requests for the methods of calculation and data determining rates at issue in this complaint.

(5.) It is admitted that schools and school districts may have differing costs of oil and gas and differing weighted average costs of interstate pipeline capacity. It is admitted that UGI develops a standard annual Rate IS-DSO price to submit in response to annual bid requests from schools and school districts. It is denied that UGI is unwilling to adjust these rates if a customer supplies information demonstrating that such an adjustment is necessary to maintain load on UGI's system.

(6.) It is admitted that the annual Rate IS-DSO price Complainant accepted for the July 1, 2006 through June 30, 2007 period was \$3.95/Mcf. It is denied that Complainant's Rate IS-DSO price for the July 1, 2004 through June 30, 2005 period was \$0.95/Mcf. Instead, it was \$0.55/Mcf. The price increases accepted by Complainant over this three-year period reflected increases in the relative price of gas and alternate fuels and other related business factors. It is denied that these increases were excessive. If UGI's bid prices were excessive, Complainant could and would have used its alternate fuel. It is admitted that the Rate IS-DSO prices at issue in this complaint are not based on UGI's cost of service, although the minimum and maximum rates permitted under Rate IS-DSO are.<sup>3</sup>

(7.) It is denied that the pricing provisions of Rate IS-DSO are inherently unfair or impossible to implement. As discussed in the introduction, the Rate IS-DSO pricing provisions permit customers with a demonstrated alternate fuel capability to obtain a discount from the otherwise applicable firm service rate. It is denied that the otherwise

---

<sup>3</sup> The minimum rate reflects UGI's variable cost of serving a Rate IS-DSO customer. Discounting below that level would not provide any contribution towards system costs and would not recover even the variable cost of serving the customer. The maximum rate is ultimately based on a firm retail rate schedule that reflects costs of service, less UGI's lowest cost of gas from field sources.

applicable firm service rate cannot be determined. It is denied that customers cannot learn UGI's "lowest commodity cost of gas from field sources." Such information, which is only of relevance in determining UGI's maximum Rate IS-DSO rate, is available to customers upon request.

(8.) It is admitted that UGI has firm delivery service rates that are specified in its tariff, including those found in the Rate NT (General Service – Non-Residential Transportation), Rate DS (Delivery Service) and Rate LFD (Large Firm Delivery Service) schedules cited by Complainant. It is denied that these rate schedules determine the maximum Rate IS-DSO price that may be charged. It is also denied that the charges identified in paragraph 8 of Complainant's complaint are the only charges associated with the identified firm rate schedules, that Complainant would necessarily qualify for service under these firm rate schedules or that the presumed usage of 2,000 Mcf per month is realistic for any of Complainant's Rate IS-DSO accounts.

By way of further answer, service under Rate NT is only available to customers served by a Choice Supplier receiving service under Rate AG (Aggregation Service), and Complainant is not served by such a Choice Supplier. Moreover, Complainant's rate analysis fails to include a \$8.55 per month customer charge applicable to all Rate NT customers, and an additional Standby Customer Charge of \$42.37 per month per service account and a Standby Commodity Charge Surcharge of \$0.478 per Mcf that applies to customers, such as Complainant, that use natural gas as an auxiliary fuel. Complainant's rate analysis also unrealistically assumes a usage of 2,000 Mcf per month, thereby skewing results by applying tail block rates applicable to much larger customers. *Specifically, last year Complainant's three Rate IS-DSO service accounts used only 4,808 Mcf, 2,481 Mcf and 1,457 Mcf during that entire year.*

Complainant's Rate DS rate comparison fails to take into account, amongst other things, a \$290 per month customer charge and a System Access Fee charge that is applicable to service under this rate. It also, as explained above, makes unrealistic assumptions concerning monthly usage, thereby skewing results by applying tail block rates applicable to much larger customers. When all applicable charges and the actual usage characteristics of Complainant's service account(s) are taken into account, Complainant currently pays less for service under Rate IS DSO than it would under Rate DS, and has reaped substantial savings over comparable Rate DS rates in prior years.

It is highly unlikely that any of Complainant's service accounts would meet the minimum usage requirements for service under Rate LFD. Complainant's rate analysis also fails to consider, amongst other things, to a \$700 per month customer charge, a System Access Fee charge, daily and monthly balancing obligations and costs, and annual minimum bill obligations. Service under Rate LFD also requires a three-year minimum commitment.

(9.) It is denied that Complainant's annual bid solicitation process has solicited bids for interruptible retail service from UGI, or that the prices UGI would have quoted in response to such a solicitation would have been in excess of applicable maximum rate limitations.

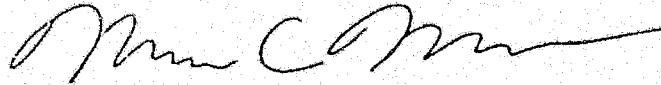
(10.) It is denied that UGI is not following Rate IS-DSO tariff provisions or is violating the spirit of such provisions. It is admitted that Complainant's Rate IS-DSO prices have increased in recent years because of changes in market conditions. However, UGI believes, and therefore avers, that Complainant has benefited greatly from its economic decision to install an alternate fuel capability, and continues to pay less than it would if it qualified for and received firm service from UGI. Moreover, to the extent

Complainant is using assigned or released PGC interstate pipeline capacity, the resulting Rate IS-DSO revenues are credited to PGC customers. It is denied that UGI has refused to negotiate. It is denied that Complainant is subsidizing larger customers that may be paying lower interruptible or firm rates.

5. Paragraph 5 of Complainant's complaint is a prayer for relief to which no reply is required. However, UGI would note that to the extent Complainant is seeking to challenge UGI's existing tariff rates and rate structure, the Complainant carries the burden of proof.

WHEREFORE, UGI respectfully requests that the complaint of the Donegal School District be denied.

Respectfully submitted,



---

Mark C. Morrow  
(Attorney I.D. No. 33590)  
460 North Gulph Road  
King of Prussia, PA 19406  
Tel. (610) 768-3628  
morrowm@ugicorp.com  
(Attorney I.D. No. 33590)

David B. MacGregor  
(Attorney I.D. No. 38804)  
Post & Schell, P.C.  
Four Penn Center  
1600 John F. Kennedy Boulevard  
Philadelphia, PA 19103-2808  
Phone: 215-587-1197  
Fax: 215-320-4879  
E-mail: dmacgregor@postschell.com

Counsel for UGI Utilities, Inc. – Gas Division

Dated: October 16, 2006

APPENDIX A

RECEIVED

OCT 16 2006

PA PUBLIC UTILITY COMMISSION  
SECRETARY'S BUREAU

1. *Connestoga Valley School District v. UGI Utilities, Inc.*, Docket No. C-20066816.
2. *Connestoga Valley School District v. UGI Utilities, Inc.*, Docket No. C-20066817.
3. *Connestoga Valley School District v. UGI Utilities, Inc.*, Docket No. C-20066818.
4. *Connestoga Valley School District v. UGI Utilities, Inc.*, Docket No. C-20066819.
5. *Connestoga Valley School District v. UGI Utilities, Inc.*, Docket No. C-20066820.
6. *Connestoga Valley School District v. UGI Utilities, Inc.*, Docket No. C-20066822.
7. *Columbia Borough School District v. UGI Utilities, Inc.*, Docket No. C-20066813.
8. *Columbia Borough School District v. UGI Utilities, Inc.*, Docket No. C-20066814.
9. *Columbia Borough School District v. UGI Utilities, Inc.*, Docket No. C-20066815.
10. *Cocalico School District v. UGI Utilities, Inc.*, Docket No. C-20066812.
11. *Annville-Cleona School District v. UGI Utilities, Inc.*, Docket No. C-20066808.
12. *Manheim Central School District v. UGI Utilities, Inc.*, Docket No. C-20066810.
13. *Lampeter-Strasburg School District v. UGI Utilities, Inc.*, Docket No. C-20066807.
14. *Eastern Lancaster County School District v. UGI Utilities, Inc.*, Docket No. C-20066809.
15. *Penn Manor School District v. UGI Utilities, Inc.*, Docket No. C-20066806.
16. *Donegal School District v. UGI Utilities, Inc.*, Docket No. C-20066821.
17. *Eastern Lebanon County School District v. UGI Utilities, Inc.*, Docket No. C-20066811.
18. *Bethlehem Area School District v. UGI Utilities, Inc.*, Docket No. C-20066823.
19. *Manheim Township School District v. UGI Utilities, Inc.*, Docket No. C-20066876.

20. *Easton Area School District v. UGI Utilities, Inc.*, Docket No. C-20066890.

21. *Lebanon County Career & Technology Center v. UGI Utilities, Inc.*,  
Docket No. C-20066891.

22. *Lancaster School District v. UGI Utilities, Inc.*, Docket No. C-20066912.

23. *Allentown School District v. UGI Utilities, Inc.*, Docket No. C-20066838.

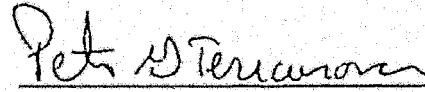
24. *Hempfield School District v. UGI Utilities, Inc.*, Docket No. C-20066899

---

VERIFICATION

---

Peter G. Terranova, deposes and says that he is Vice President - Operation for UGI Utilities, Inc.; that he is duly authorized to and does make this verification on its behalf; that the facts set forth in the foregoing affiliated interest filing are true and correct to the best of his knowledge information and belief, and that this Affidavit is made subject to the penalties of 18 Pa.C.S. §4904 (relating to unsworn falsification to authorities).



---

Peter G. Terranova

BEFORE THE  
PENNSYLVANIA PUBLIC UTILITY COMMISSION

DONEGAL SCHOOL DISTRICT

v

UGI UTILITIES, INC. -  
GAS DIVISION

---

Docket No. C-20066821

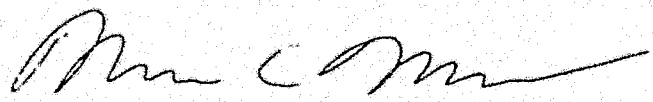
**CERTIFICATE OF SERVICE**

I hereby certify that I have, this 16th day of October, 2006, served a true and correct copy of the foregoing document 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 AND ELECTRONIC MAIL:**

Ted Brubaker, Esq.  
Hartman, Underhill and Brubaker  
221 East Chestnut Street  
Lancaster, PA 17602  
tedb@hublaw.com

RECEIVED  
OCT 16 2006  
PA PUBLIC UTILITY COMMISSION  
SECRETARY'S BUREAU



Mark C. Morrow

ORIGINAL

BEFORE THE  
PENNSYLVANIA PUBLIC UTILITY COMMISSION

RECORDED  
2006 OCT 17 PM 2:30  
SECRETARY'S BUREAU

- Penn Manor School District, : Docket No. C-20066806
- Lampeter-Strasburg School District, : Docket No. C-20066807
- Annville-Cleona School District, : Docket No. C-20066808
- Eastern Lancaster County School Dist., : Docket No. C-20066809
- Manheim Central School District, : Docket No. C-20066810
- Eastern Lebanon County School District, : Docket No. C-20066811
- Cocalico School District, : Docket No. C-20066812
- Columbia Borough School District, : Docket No. C-20066813
- Columbia Borough School District, : Docket No. C-20066814
- Columbia Borough School District, : Docket No. C-20066815
- Conestoga Valley School District, : Docket No. C-20066816
- Conestoga Valley School District, : Docket No. C-20066817
- Conestoga Valley School District, : Docket No. C-20066818
- Conestoga Valley School District, : Docket No. C-20066819
- Conestoga Valley School Distric : Docket No. C-20066820
- Donegal School District, : Docket No. C-20066821
- Conestoga Valley School District, : Docket No. C-20066822
- Bethlehem Area School District, : Docket No. C-20066823
- Allentown School District, : Docket No. C-20066838
- Manheim Township School District, : Docket No. C-20066876
- Easton Area School District, : Docket No. C-20066890
- Lebanon County Career & Technology Ctr., : Docket No. C-20066891
- Hempfield School District, "et al," : Docket No. C-20066899
- Lancaster, School District of, : Docket No. C-20066912
- v. :
- UGI Utilities, Inc. :

NOTICE OF APPEARANCE

BTL

Please enter the appearance of the Office of Trial Staff of the Pennsylvania Public Utility Commission in the above-captioned proceeding. Prosecutor(s) for the Office of Trial Staff, in addition to the undersigned will be:

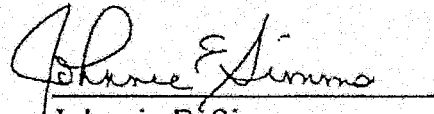
DOCUMENT  
FOLDER

**DOCKETED**  
OCT 18 2006

//

**ROBERT V. ECKENROD, ESQUIRE**  
Pa. Public Utility Commission  
Office of Trial Staff  
P.O. Box 3265  
Harrisburg, PA 17105-3265  
roeckenrod@state.pa.us  
(717) 787-1976

On the basis of this notice, I request a copy of each document hereafter issued by  
the Commission in this matter.



Johnnie E. Simms  
Chief Prosecutor  
Office of Trial Staff  
PA Attorney I.D. #33911

Robert V. Eckenrod  
PA Attorney I.D. #84889  
Prosecutor for: Johnnie E. Simms  
Office of Trial Staff.

Dated: October 17, 2006

BEFORE THE  
PENNSYLVANIA PUBLIC UTILITY COMMISSION

SECRETARY'S BUREAU  
OCT 17 2:30

- Penn Manor School District, : Docket No. C-20066806
- Lampeter-Strasburg School District, : Docket No. C-20066807
- Annville-Cleona School District, : Docket No. C-20066808
- Eastern Lancaster County School Dist., : Docket No. C-20066809
- Manheim Central School District, : Docket No. C-20066810
- Eastern Lebanon County School District, : Docket No. C-20066811
- Cocalico School District, : Docket No. C-20066812
- Columbia Borough School District, : Docket No. C-20066813
- Columbia Borough School District, : Docket No. C-20066814
- Columbia Borough School District, : Docket No. C-20066815
- Conestoga Valley School District, : Docket No. C-20066816
- Conestoga Valley School District, : Docket No. C-20066817
- Conestoga Valley School District, : Docket No. C-20066818
- Conestoga Valley School District, : Docket No. C-20066819
- Conestoga Valley School Distric : Docket No. C-20066820
- Donegal School District, : Docket No. C-20066821
- Conestoga Valley School District, : Docket No. C-20066822
- Bethlehem Area School District, : Docket No. C-20066823
- Allentown School District, : Docket No. C-20066838
- Manheim Township School District, : Docket No. C-20066876
- Easton Area School District, : Docket No. C-20066890
- Lebanon County Career & Technology Ctr., : Docket No. C-20066891
- Hempfield School District, "et al," : Docket No. C-20066899
- Lancaster, School District of, : Docket No. C-20066912
- v. :  
UGI Utilities, Inc. :

**CERTIFICATE OF SERVICE**

I hereby certify that I am serving the foregoing **Notice of Appearance**, dated October 17, 2006 either personally, by first class mail, electronic mail, express mail and/or by fax upon the persons listed below:

Robert Chaney, President  
UGI Utilities, Inc.  
Green Hill Corporate Center  
100 Kachel Boulevard, Suite 400  
Reading, PA 19607  
Ted Brubaker  
Robert M. Frankhauser  
Hartman, Underhill and Brubaker  
221 East Chestnut Street  
Lancaster, PA 17602-2782

Penn Manor 9<sup>th</sup> Grade Building  
Circle Road  
Millersville, PA 17551

Warehouse  
2950B Charlestown Road  
Lancaster, PA 17603

Mr. Josh Cohen  
Bob Franhouser  
Hartman, Underhill & Brubaker  
221 East Chestnut Street  
Lancaster, PA 17602

Cleona Elementary  
2 East Walnut Street  
Cleona, PA 17042

Eastern Lancaster County School District  
669 E. Main Street  
P.O. Box 609  
New Holland, PA 17557

Manheim Central School District  
71 N. Hazel Street  
Manheim, PA 17545

Penn Manor School District  
P.O. Box 1001  
Millersville, PA 17551

Eshleman Elementary School  
545 Leaman Avenue  
Millersville, PA 17551

Hambright Elementary  
25 Millersville Road  
Lancaster, PA 17603

Lampeter-Strasburg School District  
1007 Village Road  
P.O. Box 428  
Lancaster, PA 17537

Annville – Cleona School District  
520 South White Oak Street  
Annville, PA 17003

North Annville Elementary  
755 North State Route 934  
Annville, PA 17003

Clarence C. Kegal, Esq.  
Kegel, Kelin, Lamy & Grimm LLP  
24 North Lime Street  
Lancaster, PA 17602

Manheim Township School District  
P.O. Box 5134  
Lancaster, PA 17606-5134

Eastern Lebanon County School District  
180 Elco Drive  
Myerstown, PA 17067

Cocalico School District  
South 4<sup>th</sup> Street  
P.O. Box 800  
Denver, PA 17517-0800

Columbia High School  
901 Ironville Pike  
Columbia, PA 17512

Conestoga Valley School District  
2110 Horseshoe Road  
Lancaster, PA 17601

Conestoga Valley Middle School  
500 Mount Sidney Road  
Lancaster, PA 17602

Fritz Elementary School  
845 Hornig Road  
Lancaster, PA 17601

Donegal High School  
Union School Road  
Mount Joy, PA 17552

Donegal Springs Elementary School  
1055 Koser Road  
Mount Joy, PA 17552

Maytown Elementary School  
105 N. River Street  
Maytown, PA 17550

Jackson Elementary School  
West Main Street  
Myerstown, PA 17067

Columbia Borough School District  
Laura E. Cowburn  
200 North Fifth Street  
Columbia, PA 18512

Nikolaus & Hohenadel  
309 Locust Street  
Columbia, PA 17512

Conestoga Valley School District  
Service Center  
160 Newport Road  
Leola, PA 17540

Leola Elementary School  
11 School Lane  
Leola, PA 17540

Donegal School District  
1051 Koser Road  
Mount Joy, PA 17552

Donegal High School  
Maintenance Building  
1005 Koser Road  
Mount Joy, PA 17552

Riverview Elementary School  
John Boughter  
1179 River Road  
Marietta, PA 17547

Bethlehem Area School District  
1516 Sycamore Street  
Bethlehem, PA 18017

Jeffrey T. Tucker  
Jonathan P. Riba  
Sweet, Stevens, Tucker & Katz LLP  
331 East Butler Avenue  
New Britain, PA 18901

Allentown School District  
31 S. Penn Street  
P.O. Box 328  
Allentown, PA 18105

John E. Freund, III, Attorney  
King Spry Herman Freund & Faul LLC  
One West Broad Street Suite 700  
Bethlehem, PA 18018

Easton Area School District  
10801 Bushkill Drive  
Easton, PA 18040

Lebanon County Career & Technology  
Center  
833 Metro Drive  
Lebanon, PA 17042

Hempfield School District  
200 Church Street  
Landisville, PA 17538

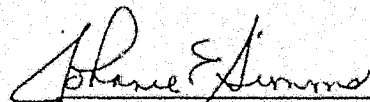
East Petersburg Elementary School  
5700 Lemon Street  
East Petersburg, PA 17520

Landisville Primary Center  
320 Mumma Drive  
Landisville, PA 17538

Landisville Middle School  
340 Mumma Drive  
Landisville, PA 17538

Roherstown Education Center  
1 Mayer Avenue  
Lancaster, PA 17601

School District of Lancaster  
1020 Lehigh Avenue  
Lancaster, PA 17602

  
\_\_\_\_\_  
Johnnie B. Simms  
Chief Prosecutor  
Office of Trial Staff  
PA Attorney I.D. #29363

Dated: October 17, 2006  
Docket Nos. C-20066806, *et. al.*



17 North Second Street  
12th Floor  
Harrisburg, PA 17101-1601  
717-731-1970 Main  
717-731-1985 Fax  
www.postschell.com

Anthony D. Kanagy

akanagy@pcstschell.com  
717-612-6034 Direct  
File # 2270/130666

October 24, 2006

VIA HAND DELIVERY

James J. McNulty  
Secretary  
Pennsylvania Public Utility Commission  
Commonwealth Keystone Building  
400 North Street, 2nd Floor North  
PO Box 3265  
Harrisburg, PA 17105-3265

ORIGINAL

RECEIVED  
2006 OCT 24 PM 3:31  
SECRETARY'S BUREAU

RE: Penn Manor School District (C-20066806); Lampeter-Strasburg School District (C-20066807); Annville-Cleona School District (C-20066808); Eastern Lancaster County School District (C-20066809); Manheim Central School District (C-20066810); Eastern Lebanon County School District (C-20066811); Cocalico School District (C-20066812); Columbia Borough School District (C-20066813); Columbia Borough School District (C-20066814); Columbia Borough School District (C-20066815); Conestoga Valley School District (C-20066816); Conestoga Valley School District (C-20066817); Conestoga Valley School District (C-20066818); Conestoga Valley School District (C-20066819); Conestoga Valley School District (C-20066820); Donegal School District (C-20066821); Conestoga Valley School District (C-20066822); Bethlehem Area School District (C-20066823); Allentown School District (C-20066838); Manheim Township School District (C-20066876); Easton Area School District (C-20066890); Lebanon County Career & Technology Center (C-20066891); Hempfield School District, et al. (C-20066899); School District of Lancaster (C-20066912) v. UGI Utilities, Inc. - Gas Division

BTL

DOCUMENT FOLDER

ALLENTOWN HARRISBURG LANCASTER PHILADELPHIA PITTSBURGH PRINCETON WASHINGTON, D.C.

A PENNSYLVANIA PROFESSIONAL CORPORATION

CPH 378525v1

31

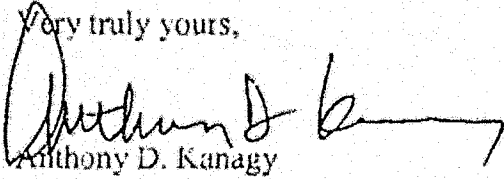
James J. McNulty  
October 24, 2006  
Page 2

Dear Mr. McNulty:

Enclosed, for filing, are an original and three copies of the Entry of Appearance for Anthony D. Kanagy in the above-referenced proceedings.

If there are any questions, please contact the undersigned.

Very truly yours,



Anthony D. Kanagy

ADK:skr

Enclosures

cc: Certificate of Service  
Mark C. Morrow  
David B. MacGregor

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing has been served upon the following persons, in the manner indicated, in accordance with the requirements of § 1.54 (relating to service by a participant)

VIA FIRST CLASS MAIL

Clarence C. Kegel, Jr.  
John S. Lawler  
Kegel, Kelin, Almy & Grimm LLP  
24 North Lime Street  
Lancaster, PA 17602-2913

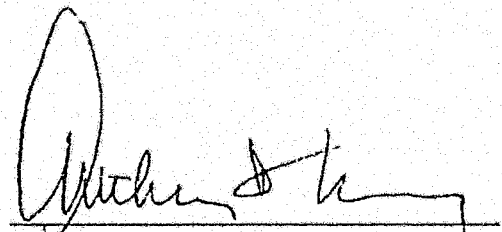
Jeffrey T. Tacker  
Jonathan P. Riba  
Sweet, Stevens, Tucker & Katz LLP  
331 East Butler Avenue  
New Britain, PA 18901

Michael S. Grab  
Nikolaus & Hohenadel  
327 Locust Street  
Columbia, PA 17512

John E. Freund, III  
King, Spry, Herman, Freund & Faul, LLC  
One West Broad Street, Suite 700  
Bethlehem, PA 18018

Theodore L. Brubaker  
Robert M. Frankhouser  
Joshua D. Cohen  
Hartman, Underhill and Brubaker  
221 East Chestnut Street  
Lancaster, PA 17602

Date: October 24, 2006



Anthony D. Kanagy

RECEIVED  
2006 OCT 24 PM 3:31  
F1 PUC  
SECRETARY'S BUREAU

BEFORE THE  
PENNSYLVANIA PUBLIC UTILITY COMMISSION

ORIGINAL

Penn Manor School District,	:	Docket No. C-20066806
Lampeter-Strasburg School District,	:	Docket No. C-20066807
Annville-Cleona School District,	:	Docket No. C-20066808
Eastern Lancaster County School District,	:	Docket No. C-20066809
Manheim Central School District,	:	Docket No. C-20066810
Eastern Lebanon County School District,	:	Docket No. C-20066811
Cocalico School District,	:	Docket No. C-20066812
Columbia Borough School District,	:	Docket No. C-20066813
Columbia Borough School District,	:	Docket No. C-20066814
Columbia Borough School District,	:	Docket No. C-20066815
Conestoga Valley School District,	:	Docket No. C-20066816
Conestoga Valley School District,	:	Docket No. C-20066817
Conestoga Valley School District,	:	Docket No. C-20066818
Conestoga Valley School District,	:	Docket No. C-20066819
Conestoga Valley School District,	:	Docket No. C-20066820
Donegal School District,	:	Docket No. C-20066821
Conestoga Valley School District,	:	Docket No. C-20066822
Bethlehem Area School District,	:	Docket No. C-20066823
Allentown School District,	:	Docket No. C-20066838
Manheim Township School District,	:	Docket No. C-20066876
Easton Area School District,	:	Docket No. C-20066890
Lebanon County Career & Technology Center,	:	Docket No. C-20066891
Hempfield School District, et al.,	:	Docket No. C-20066899
School District of Lancaster,	:	Docket No. C-20066912

Complainants

v.

UGI Utilities, Inc. – Gas Division,  
Respondent

ENTRY OF APPEARANCE

In addition to Mark C. Morrow and David B. MacGregor, please enter the appearance of Anthony D. Kanagy on behalf of UGI Utilities, Inc. – Gas Division in the above-captioned proceedings.

DOCUMENT  
FOLDER

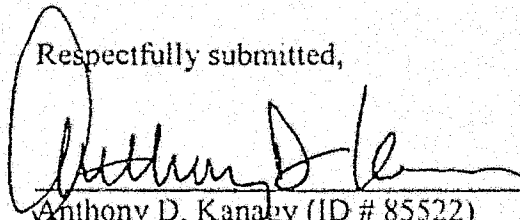
DOCKETED  
OCT 25 2006

RECEIVED  
2005 OCT 24 PM 3:30  
P.A.P.U.C.  
SECRETARY'S BUREAU

In addition to Mark C Morrow and David B. MacGregor, a copy of all documents and communications in these proceedings should be sent to:

Anthony D. Kanagy  
Post & Schell, P.C.  
17 North Second Street  
12th Floor  
Harrisburg, PA 17101  
Phone: 717-731-1970  
Fax: 717-731-1985  
E-mail: [akanagy@postschell.com](mailto:akanagy@postschell.com)

Respectfully submitted,



Anthony D. Kanagy (ID # 85522)  
Post & Schell, P.C.  
17 North Second Street  
12<sup>th</sup> Floor  
Harrisburg, PA 17101-1601  
Phone: 717-731-1970  
Fax: 717-731-1985  
E-mail: [akanagy@postschell.com](mailto:akanagy@postschell.com)

Date: October 24, 2006

Counsel for UGI Utilities, Inc. – Gas Division

ORIGINAL

BEFORE THE  
PENNSYLVANIA PUBLIC UTILITY COMMISSION

Penn Manor School District,	:	Docket No. C-20066806
Lampeter-Strasburg School District,	:	Docket No. C-20066807
Annville-Cleona School District,	:	Docket No. C-20066808
Eastern Lancaster County School Dist.,	:	Docket No. C-20066809
Manheim Central School District,	:	Docket No. C-20066810
Eastern Lebanon County School District,	:	Docket No. C-20066811
Cocalico School District,	:	Docket No. C-20066812
Columbia Borough School District,	:	Docket No. C-20066813
Columbia Borough School District,	:	Docket No. C-20066814
Columbia Borough School District,	:	Docket No. C-20066815
Conestoga Valley School District,	:	Docket No. C-20066816
Conestoga Valley School District,	:	Docket No. C-20066817
Conestoga Valley School District,	:	Docket No. C-20066818
Conestoga Valley School District,	:	Docket No. C-20066819
Conestoga Valley School Distric	:	Docket No. C-20066820
Donegal School District,	:	Docket No. C-20066821
Conestoga Valley School District,	:	Docket No. C-20066822
Bethlehem Area School District,	:	Docket No. C-20066823
Allentown School District,	:	Docket No. C-20066838
Manheim Township School District,	:	Docket No. C-20066876
Easton Area School District,	:	Docket No. C-20066890
Lebanon County Career & Technology Ctr.,	:	Docket No. C-20066891
Hempfield School District, "et al,"	:	Docket No. C-20066899
Lancaster, School District of,	:	Docket No. C-20066912
Warwick School District	:	Docket No. C-20067046
v.	:	
UGI Utilities, Inc.	:	

SECRETARY'S BUREAU  
PA PUC

2006 NOV -8 PM 2:56

RECEIVED

AMENDED NOTICE OF APPEARANCE

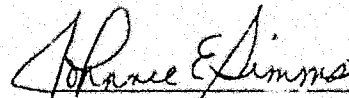
Please enter the appearance of the Office of Trial Staff of the Pennsylvania Public Utility Commission in the above-captioned proceeding. Prosecutor(s) for the Office of Trial Staff, in addition to the undersigned will be:

DOCUMENT  
FOLDER

DOCKETED  
NOV 21 2006

ROBERT V. ECKENROD, ESQUIRE  
Pa. Public Utility Commission  
Office of Trial Staff  
P.O. Box 3265  
Harrisburg, PA 17105-3265  
roeckenrod@state.pa.us  
(717) 787-1976 •

On the basis of this notice, I request a copy of each document hereafter issued by  
the Commission in this matter.



Johnnie E. Simms  
Chief Prosecutor  
Office of Trial Staff  
PA Attorney I.D. #33911

Robert V. Eckenrod  
PA Attorney I.D. #84889  
Prosecutor for: Johnnie E. Simms  
Office of Trial Staff.

Dated: November 8, 2006

BEFORE THE  
PENNSYLVANIA PUBLIC UTILITY COMMISSION

Penn Manor School District,	: Docket No. C-20066806
Lampeter-Strasburg School District,	: Docket No. C-20066807
Annville-Cleona School District,	: Docket No. C-20066808
Eastern Lancaster County School Dist.,	: Docket No. C-20066809
Manheim Central School District,	: Docket No. C-20066810
Eastern Lebanon County School District,	: Docket No. C-20066811
Cocalico School District,	: Docket No. C-20066812
Columbia Borough School District,	: Docket No. C-20066813
Columbia Borough School District,	: Docket No. C-20066814
Columbia Borough School District,	: Docket No. C-20066815
Conestoga Valley School District,	: Docket No. C-20066816
Conestoga Valley School District,	: Docket No. C-20066817
Conestoga Valley School District,	: Docket No. C-20066818
Conestoga Valley School District,	: Docket No. C-20066819
Conestoga Valley School Distric	: Docket No. C-20066820
Donegal School District,	: Docket No. C-20066821
Conestoga Valley School District,	: Docket No. C-20066822
Bethlehem Area School District,	: Docket No. C-20066823
Allentown School District,	: Docket No. C-20066838
Manheim Township School District,	: Docket No. C-20066876
Easton Area School District,	: Docket No. C-20066890
Lebanon County Career & Technology Ctr.,	: Docket No. C-20066891
Hempfield School District, "et al,"	: Docket No. C-20066899
Lancaster, School District of,	: Docket No. C-20066912
Warwick School District	: Docket No. C-20067046
v.	:
UGI Utilities, Inc.	:

CERTIFICATE OF SERVICE

I hereby certify that I am serving the foregoing Amended Notice of Appearance, dated November 8, 2006 either personally, by first class mail, electronic mail, express mail and/or by fax upon the persons listed below:

2006 NOV - 8 PH 2: 56  
RECEIVED  
PA PUC  
SECRETARY'S BUREAU

Robert Chaney, President  
UGI Utilities, Inc.  
Green Hill Corporate Center  
100 Kachel Boulevard, Suite 400  
Reading, PA 19607  
Ted Brubaker  
Robert M. Frankhauser  
Hartman, Underhill and Brubaker  
221 East Chestnut Street  
Lancaster, PA 17602-2782

Penn Manor 9<sup>th</sup> Grade Building  
Circle Road  
Millersville, PA 17551

Warehouse  
2950B Charlestown Road  
Lancaster, PA 17603

Mr. Josh Cohen  
Bob Franhouser  
Hartman, Underhill & Brubaker  
221 East Chestnut Street  
Lancaster, PA 17602

Cleona Elementary  
2 East Walnut Street  
Cleona, PA 17042

Eastern Lancaster County School District  
669 E. Main Street  
P.O. Box 609  
New Holland, PA 17557

Manheim Central School District  
71 N. Hazel Street  
Manheim, PA 17545

Penn Manor School District  
P.O. Box 1001  
Millersville, PA 17551

Eshleman Elementary School  
545 Leaman Avenue  
Millersville, PA 17551

Hambright Elementary  
25 Millersville Road  
Lancaster, PA 17603

Lampeter-Strasburg School District  
1007 Village Road  
P.O. Box 428  
Lancaster, PA 17537

Annville – Cleona School District  
520 South White Oak Street  
Annville, PA 17003

North Annville Elementary  
755 North State Route 934  
Annville, PA 17003

Clarence C. Kegal, Esq.  
Kegel, Kelin, Lamy & Grimm LLP  
24 North Lime Street  
Lancaster, PA 17602

Manheim Township School District  
P.O. Box 5134  
Lancaster, PA 17606-5134

Eastern Lebanon County School District  
180 Elco Drive  
Myerstown, PA 17067

Cocalico School District  
South 4<sup>th</sup> Street  
P.O. Box 800  
Denver, PA 17517-0800

Columbia High School  
901 Ironville Pike  
Columbia, PA 17512

Conestoga Valley School District  
2110 Horseshoe Road  
Lancaster, PA 17601

Conestoga Valley Middle School  
500 Mount Sidney Road  
Lancaster, PA 17602

Fritz Elementary School  
845 Hornig Road  
Lancaster, PA 17601

Donegal High School  
Union School Road  
Mount Joy, PA 17552

Donegal Springs Elementary School  
1055 Koser Road  
Mount Joy, PA 17552

Maytown Elementary School  
105 N. River Street  
Maytown, PA 17550

Jackson Elementary School  
West Main Street  
Myerstown, PA 17067

Columbia Borough School District  
Laura E. Cowburn  
200 North Fifth Street  
Columbia, PA 18512

Nikolaus & Hohenadel  
309 Locust Street  
Columbia, PA 17512

Conestoga Valley School District  
Service Center  
160 Newport Road  
Leola, PA 17540

Leola Elementary School  
11 School Lane  
Leola, PA 17540

Donegal School District  
1051 Koser Road  
Mount Joy, PA 17552

Donegal High School  
Maintenance Building  
1005 Koser Road  
Mount Joy, PA 17552

Riverview Elementary School  
John Boughter  
1179 River Road  
Marietta, PA 17547

Bethlehem Area School District  
1516 Sycamore Street  
Bethlehem, PA 18017

Jeffrey T. Tucker  
Jonathan P. Riba  
Sweet, Stevens, Tucker & Katz LLP  
331 East Butler Avenue  
New Britain, PA 18901

Allentown School District  
31 S. Penn Street  
P.O. Box 328  
Allentown, PA 18105

John E. Freund, III, Attorney  
King Spry Herman Freund & Faul LLC  
One West Broad Street Suite 700  
Bethlehem, PA 18018

Easton Area School District  
10801 Bushkill Drive  
Easton, PA 18040

Lebanon County Career & Technology  
Center  
833 Metro Drive  
Lebanon, PA 17042

Hempfield School District  
200 Church Street  
Landisville, PA 17538

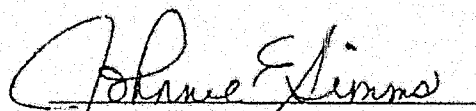
East Petersburg Elementary School  
5700 Lemon Street  
East Petersburg, PA 17520

Landisville Primary Center  
320 Mumma Drive  
Landisville, PA 17538

Landisville Middle School  
340 Mumma Drive  
Landisville, PA 17538

Roherstown Education Center  
1 Mayer Avenue  
Lancaster, PA 17601

School District of Lancaster  
1020 Lehigh Avenue  
Lancaster, PA 17602

  
Johnnie E. Simms  
Chief Prosecutor  
Office of Trial Staff  
PA Attorney I.D. #29363

Dated: November 8, 2006  
Docket Nos. C-20066806, *et. al.*

213 Market Street, 9th Floor, P.O. Box 865, Harrisburg, PA 17108-0865  
Tel: (717) 237-7160 ■ Fax: (717) 237-7161 ■ www.WolfBlock.com

Deanne M. O'Dell  
Direct Dial: (717) 255-3744  
Direct Fax: (717) 237-7314  
E-mail: dozell@wolfblock.com

# ORIGINAL

November 14, 2006

RECEIVED  
2006 NOV 14 PM 1:50  
PA PUC  
SECRETARY'S BUREAU

James McNulty  
Secretary  
PA Public Utility Commission  
Commonwealth Keystone Bldg.  
2nd Fl., 400 North Street  
P.O. Box 3265  
Harrisburg, PA 17105-3265

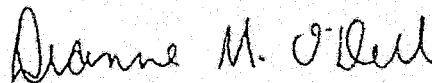
C-20066821

Re: Penn Manor School District, et al. v. UGI Utilities, Inc.,  
Docket Nos. C-20066806, et al.

Dear Secretary McNulty:

On behalf of Lancaster-Lebanon Public Schools Joint Purchasing Board enclosed for filing please find an original and three copies of an Entry of Appearance with regard to the above-referenced matter. A copy has been served in accordance with the Certificate of Service.

Very truly yours,



Deanne M. O'Dell

For WOLF, BLOCK, SCHORR and SOLIS-COHEN LLP

## DOCUMENT FOLDER

DMO/lww  
Enclosure

cc: Cert. of Service w/enc.

# BTL

1:AR 69621.1/999999-999999

55

ORIGINAL

BEFORE THE  
PENNSYLVANIA PUBLIC UTILITY COMMISSION

Penn Manor School District	:	C-20066806
Lampeter-Strasburg School District	:	C-20066807
Annville-Cleona School District	:	C-20066808
Eastern Lancaster County School District	:	C-20066809
Manheim Central School District	:	C-20066810
Eastern Lebanon County School District	:	C-20066811
Cocalico School District	:	C-20066812
Columbia Borough School District	:	C-20066813
Columbia Borough School District	:	C-20066814
Columbia Borough School District	:	C-20066815
Columbia Borough School District	:	C-20066816
Conestoga Valley School District	:	C-20066817
Conestoga Valley School District	:	C-20066818
Conestoga Valley School District	:	C-20066819
Conestoga Valley School District	:	C-20066820
Donegal School District	:	C-20066821
Conestoga Valley School District	:	C-20066822
Bethlehem Areas School District	:	C-20066823
Allentown School District	:	C-20066838
Manheim Township School District	:	C-20066876
Easton Area School District	:	C-20066890
Lebanon County Career & Technology Center	:	C-20066891
Hempfield School District, et al.	:	C-20066899
School District of Lancaster	:	C-20066912

v.

UGI Utilities

SECRETARY'S BUREAU

2006 NOV 14 PM 1:50

RECEIVED

PRAECIPE FOR ENTRY OF APPEARANCE

TO: James McNulty, Secretary

Please enter our appearance on behalf of Lancaster Lebanon Public Schools Joint

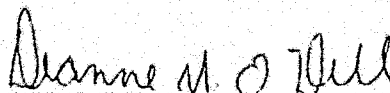
Purchasing Board in the above-captioned actions. On the basis of this notice, I request a copy of

DOCUMENT  
FOLDER

**DOCKETED**  
NOV 16 2006

each document hereafter issued by the Commission in this matter.

Respectfully submitted,



---

Daniel Clearfield, Esquire  
Robert B. Hoffman, Esquire  
Deanne M. O'Dell, Esquire  
Wolf, Block, Schorr and Solis-Cohen LLP  
213 Market Street, 9th Floor  
P.O. Box 865  
Harrisburg, PA 17108-0865

Attorneys for Lancaster-Lebanon Public  
Schools Joint Purchasing Board

Dated: November 14, 2006

# ORIGINAL

## CERTIFICATE OF SERVICE

I hereby certify that I have this day served a true copy of the foregoing document upon the persons listed below via first class mail in accordance with the requirements of 52 Pa. Code Section 1.54 of the Commission's rules:

Johnnie E. Simms, Esq.  
Robert V. Eckenrod, Esq.  
PA Public Utility Commission  
400 North St.  
PO Box 3265  
Harrisburg, PA 17105-3265

Mark C. Morrow, Esq.  
UGI Utilities Inc.  
460 North Gulph Road  
King of Prussia, PA 19406

Josh Cohen, Esq.  
Hartman Underhill & Brubaker  
221 East Chestnut St.  
Lancaster, PA 17602

George W. Ioannidis  
Manheim Central School District  
71 North Hazel St.  
Manheim, PA 17545

Hambright Elementary  
25 Millersville Rd.  
Lancaster, PA 17603

Robert Chaney, President  
UGI Utilities Inc.  
Green Hill Corporate Center  
100 Kachel Blvd., Suite 400  
Reading, PA 19607

Penn Manor 9<sup>th</sup> Grade Building  
Circle Road  
Millersville, PA 17551

Cleona Elementary  
2 East Walnut St.  
Cleona, PA 17042

Christopher L. Johnston  
Penn Manor School District  
PO Box 1001  
Millersville, PA 17551

Terry L. Sweigart  
Lampeter-Strasburg School District  
1007 Village Rd.  
PO Box 428  
Lancaster, PA 17537

Warehouse  
2950B Charlestown Rd.  
Lancaster, PA 17603

Keith D. Ramsey, Business Manager  
Eastern Lancaster County School District  
669 East Main St  
PO Box 609  
New Holland, PA 17557

Eshleman Elementary School  
545 Leaman Ave.  
Millersville, PA 17551

Mike Frentz, Business Manager  
Annville-Cleona School District  
520 S. White Oak St.  
Annville, PA 17003

North Annville Elementary  
755 N. State Route 934  
Annville, PA 17003

Gwen M. Boltz, Business Manager  
Eastern Lebanon County School District  
180 Elco Dr.  
Myerstown, PA 17067

RECEIVED  
NOV 14 PM 3:20  
SECRETARY'S BUREAU

Gary L. Schlegel  
Cocalico School District  
South 4<sup>th</sup> St.  
PO Box 800  
Denver, PA 17517-0800

Conestoga Valley Middle School  
500 Mount Sidney Road  
Lancaster, PA 17602

Donegal Springs Elementary  
1055 Koser Rd.  
Mount Joy, PA 17552

Laura E. Cowburn  
Columbia Borough School District  
200 N. Fifth St.  
Columbia, PA 18512

Leola Elementary School  
11 School Lane  
Leola, PA 17540

John Boughter  
Riverview Elementary School  
1179 River Rd.  
Marietta PA 17547

Clarence C. Kegal, Esq.  
Kegal Kelin Lamy & Grimm LLP  
24 N. Lime St.  
Lancaster, PA 17602

Fritz Elementary School  
845 Horning Road  
Lancaster, PA 17601

Maytown Elementary School  
105 N. River St.  
Maytown, PA 17550

Nikolaus & Hohenadel  
309 Locust St.  
Columbia, PA 17512

Terry L. Hackman, Business Manager  
Donegal School District  
1051 Koser Rd.  
Mount Joy, PA 17552

Stanley J. Majewski, Jr  
Bethlehem Area School District  
1516 Sycamore St.  
Bethlehem, PA 18017

Joseph Kurjiaka  
Manheim Township School District  
PO Box 5134  
Lancaster, PA 17606-5134

Columbia High School  
901 Ironville Pike  
Columbia, PA 17512

Donegal High School  
Union School Road  
Mount Joy, PA 17552

Jackson Elementary School  
West Main St.  
Myerstown, PA 17607

Conestoga Valley School District  
Service Center  
160 Newport Rd.  
Leola, PA 17540

Donegal High School  
Maintenance Building  
1005 Koser Rd.  
Mount Joy, PA 17552

Jonathan P. Riba, Esq.  
Sweet Steven Tucker & Katz LLP  
331 East Butler Ave.  
New Britain, PA 18901

John E. Freund III, Esq  
King Spry Herman Freund & Faul LLC  
One West Broad St., Suite 700  
Bethlehem, PA 18018

Debra L. Mitchell, Business Admin  
Lebanon Cty Career & Technology Center  
833 Metro Drive  
Lebanon, PA 17042

East Petersburg Elementary School  
5700 Lemon St.  
East Petersburg, PA 17528

Landisville Middle School  
340 Mumma Dr.  
Landisville, PA 17538

Gina Brown, Board President  
School District of Lancaster  
1020 Lehigh Ave.  
Lancaster, PA 17602

John E. Freund, III, Esq.  
Allentown School District  
31 South Penn St.  
PO Box 328  
Allentown, PA 18105

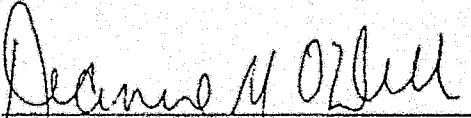
Richard L. Schrecengost  
Hempfield School District  
200 Church St  
Landisville, PA 17538

Landisville Primary Center  
320 Mumma Drive  
Landisville, PA 17538

Roherstown Education Center  
1 Mayer Ave.  
Lancaster, PA 17601

William Townsend  
PA Public Utility Commission  
Bureau of Fixed Utility Services  
Commonwealth Keystone Bldg., 3<sup>rd</sup> Fl.  
400 North St.  
Harrisburg, PA 17120

Nicholas Okoro  
PA Public Utility Commission  
Bureau of Fixed Utility Services  
Commonwealth Keystone Bldg., 3<sup>rd</sup> Fl.  
400 North St.  
Harrisburg, PA 17120

  
Deanne M. O'Dell, Esq.

Dated: November 14, 2006



COMMONWEALTH OF PENNSYLVANIA  
PENNSYLVANIA PUBLIC UTILITY COMMISSION  
Office of Administrative Law Judge  
P.O. BOX 3265, HARRISBURG, PA 17105-3265  
November 17, 2006

IN REPLY PLEASE  
REFER TO OUR FILE

In Re: C-20066806 thru C-20066823  
C-20066838, C-20066876  
C-20066890, C-20066891  
C-20066899, C-20066912  
C-20067046

(See letter dated 10/19/06)

C-20066806 - Penn Manor School District  
C-20066807 - Lampeter-Strasburg School District  
C-20066808 - Annville-Cleona School District  
C-20066809 - Eastern Lancaster County School District  
C-20066810 - Manheim Central School District  
C-20066811 - Eastern Lebanon County School District  
C-20066812 - Cocalico School District  
C-20066813 - Columbia Borough School District  
C-20066814 - Columbia Borough School District  
C-20066815 - Columbia Borough School District  
C-20066816 - Columbia Borough School District  
C-20066817 - Conestoga Valley School District  
C-20066818 - Conestoga Valley School District  
C-20066819 - Conestoga Valley School District  
C-20066820 - Conestoga Valley School District  
C-20066821 - Donegal School District  
C-20066822 - Conestoga Valley School District  
C-20066823 - Bethlehem Area School District  
C-20066838 - Allentown School District  
C-20066876 - Manheim Township School District  
C-20066890 - Easton Area School District  
C-20066891 - Lebanon County Career & Technology Center  
C-20066899 - Hempfield School District, 'et al'  
C-20066912 - School District of Lancaster  
C-20067046 - Warwick School District

BTL

DOCUMENT  
FOLDER

v.

UGI Utilities, Inc.

Complainants state there is an increase of distribution rate in violation of the Tariff. They are requesting a complete review of UGI's methods of establishing distribution rates and retail rates under Rate I.S.

**DOCKETED**  
DEC 5 - 2006

## HEARING CANCELLATION/RESCHEDULE NOTICE

This is to inform you that the hearing on the above-captioned case previously scheduled for Friday, December 1, 2006, has been canceled.

The hearing has been rescheduled as follows:

Type: Initial Prehearing Conference

Date: Friday, February 16, 2007

Time: 10:00 AM

Location: In An Available Hearing Room  
Philadelphia State Office Building  
Broad and Spring Garden Streets  
Philadelphia, PA 19130

Presiding: Administrative Law Judge Charles E. Rainey, Jr.  
1302 Philadelphia State Office Building  
1400 West Spring Garden Street  
Philadelphia, PA 19130  
Telephone: (215) 560-2105  
Fax: (215) 560-3133

If you are a person with a disability, and you wish to attend the hearing, we may be able to make arrangements for your special needs. Please call the scheduling office at the Public Utility Commission at least (2) two business days prior to your hearing:

- Scheduling Office: (717) 787-1399
- AT&T Relay Service number for persons who are deaf or hearing-impaired: 1-800-654-5988

pc: Judge Rainey  
Elizabeth L. Plantz, Scheduling Officer  
Beth Plantz  
Docket Section  
Calendar File



COMMONWEALTH OF PENNSYLVANIA  
PENNSYLVANIA PUBLIC UTILITY COMMISSION  
Office of Administrative Law Judge  
P.O. BOX 3265, HARRISBURG, PA 17105-3265  
February 15, 2007

IN REPLY PLEASE  
REFER TO OUR FILE

In Re: C-20066806 thru C-20066823  
C-20066838, C-20066876  
C-20066890, C-20066891  
C-20066899, C-20066912  
C-20067046

(See letter dated 2/8/07)

DOCUMENT  
FOLDED

- C-20066806 - Penn Manor School District
- C-20066807 - Lampeter-Strasburg School District
- C-20066808 - Annville-Cleona School District
- C-20066809 - Eastern Lancaster County School District
- C-20066810 - Manheim Central School District
- C-20066811 - Eastern Lebanon County School District
- C-20066812 - Cocalico School District
- C-20066813 - Columbia Borough School District
- C-20066814 - Columbia Borough School District
- C-20066815 - Columbia Borough School District
- C-20066816 - Columbia Borough School District
- C-20066817 - Conestoga Valley School District
- C-20066818 - Conestoga Valley School District
- C-20066819 - Conestoga Valley School District
- C-20066820 - Conestoga Valley School District
- C-20066821 - Donegal School District
- C-20066822 - Conestoga Valley School District
- C-20066823 - Bethlehem Area School District
- C-20066838 - Allentown School District
- C-20066876 - Manheim Township School District
- C-20066890 - Easton Area School District
- C-20066891 - Lebanon County Career & Technology Center
- C-20066899 - Hempfield School District, 'et al'
- C-20066912 - School District of Lancaster
- C-20067046 - Warwick School District

v.

UGI Utilities, Inc.

DOCKETED  
FEB 27 2007

Complainants state there is an increase of distribution rate in violation of the Tariff. They are requesting a complete review of UGI's methods of establishing distribution rates and retail rates under Rate I.S.

CORRECTED HEARING NOTICE

This is to inform you that the hearing notice dated February 8, 2007 contained an incorrect time for the hearing.

The hearing time has been corrected as follows:

Type: Initial Prehearing Conference  
Date: Friday, March 16, 2007  
Time: 2:00 PM (correction)  
Location: In An Available Hearing Room  
Philadelphia State Office Building  
Broad and Spring Garden Streets  
Philadelphia, PA 19130  
Presiding: Administrative Law Judge Charles E. Rainey, Jr.  
1302 Philadelphia State Office Building  
1400 West Spring Garden Street  
Philadelphia, PA 19130  
Telephone: (215) 560-2105  
Fax: (215) 560-3133

If you are a person with a disability, and you wish to attend the hearing, we may be able to make arrangements for your special needs. Please call the scheduling office at the Public Utility Commission at least (2) two business days prior to your hearing:

- Scheduling Office: (717) 787-1399
- AT&T Relay Service number for persons who are deaf or hearing-impaired: 1-800-654-5988

pc: Judge Rainey  
Elizabeth L. Plantz, Scheduling Officer  
Beth Plantz  
Docket Section  
Calendar File



COMMONWEALTH OF PENNSYLVANIA  
PENNSYLVANIA PUBLIC UTILITY COMMISSION  
Office of Administrative Law Judge  
P.O. BOX 3265, HARRISBURG, PA 17105-3265  
March 14, 2007

IN REPLY PLEASE  
REFER TO OUR FILE

In Re: C-20066806 thru C-20066823  
C-20066838, C-20066876  
C-20066890, C-20066891  
C-20066899, C-20066912  
C-20067046

(See letter dated 2/15/07)

C-20066806 - Penn Manor School District  
C-20066807 - Lampeter-Strasburg School District  
C-20066808 - Annville-Cleona School District  
C-20066809 - Eastern Lancaster County School District  
C-20066810 - Manheim Central School District  
C-20066811 - Eastern Lebanon County School District  
C-20066812 - Cocalico School District  
C-20066813 - Columbia Borough School District  
C-20066814 - Columbia Borough School District  
C-20066815 - Columbia Borough School District  
C-20066816 - Columbia Borough School District  
C-20066817 - Conestoga Valley School District  
C-20066818 - Conestoga Valley School District  
C-20066819 - Conestoga Valley School District  
C-20066820 - Conestoga Valley School District  
C-20066821 - Donegal School District  
C-20066822 - Conestoga Valley School District  
C-20066823 - Bethlehem Area School District  
C-20066838 - Allentown School District  
C-20066876 - Manheim Township School District  
C-20066890 - Easton Area School District  
C-20066891 - Lebanon County Career & Technology Center  
C-20066899 - Hempfield School District, 'et al'  
C-20066912 - School District of Lancaster  
C-20067046 - Warwick School District

v.

UGI Utilities, Inc.

Complainants state there is an increase of distribution rate in violation of the Tariff. They are requesting a complete review of UGI's methods of establishing distribution rates and retail rates under Rate I.S.

HEARING CANCELLATION/RESCHEDULE NOTICE

This is to inform you that the hearing on the above-captioned case previously scheduled for Friday, March 16, 2007, has been canceled.

The hearing has been rescheduled as follows:

Type: Initial Prehearing Conference

Date: Friday, May 18, 2007

Time: 2:00 PM

Location: In An Available Hearing Room  
Philadelphia State Office Building  
Broad and Spring Garden Streets  
Philadelphia, PA 19130

Presiding: Administrative Law Judge Charles E. Rainey, Jr.  
1302 Philadelphia State Office Building  
1400 West Spring Garden Street  
Philadelphia, PA 19130  
Telephone: (215) 560-2105  
Fax: (215) 560-3133

If you are a person with a disability, and you wish to attend the hearing, we may be able to make arrangements for your special needs. Please call the scheduling office at the Public Utility Commission at least (2) two business days prior to your hearing:

- Scheduling Office: (717) 787-1399
- AT&T Relay Service number for persons who are deaf or hearing-impaired: 1-800-654-5988

pc: Judge Rainey  
Elizabeth L. Plantz, Scheduling Officer  
Beth Plantz  
Docket Section  
Calendar File

COMMONWEALTH OF PENNSYLVANIA  
PUBLIC UTILITY COMMISSION

DATE: April 10, 2007  
SUBJECT: C-20066821  
Donegal School District v. UGI Utilities, Inc.  
TO: Wanda Zeiders  
Docket Management  
FROM: Janean Spiegel, ALJ Support Staff  
Office of Administrative Law Judge

**DOCUMENT  
FOLDER**

On April 6, 2007, a Certificate of Satisfaction was filed in the above-captioned proceeding. If no objection is filed to this certificate within 10 days of the filing, this proceeding will be closed.

All parties should be notified that the case is closed and a copy of that notification placed in the document folder.

Attachment

pc: ALJ Charles E. Rainey, Jr.  
Beth Plantz  
Case File

**DOCKETED**  
APR 11 2007

213 Market Street, 9th Floor, P.O. Box 865, Harrisburg, PA 17108-0865  
Tel: (717) 237-7160 ■ Fax: (717) 237-7161 ■ www.WolfBlock.com

COPY

Deanne M. O'Dell  
Direct Dial: (717) 255-3744  
Direct Fax: (717) 237-7314  
E-mail: dodell@wolfblock.com

April 6, 2007

RECEIVED

APR - 6 2007

PA PUBLIC UTILITY COMMISSION  
SECRETARY'S BUREAU

James McNulty  
Secretary  
PA Public Utility Commission  
Commonwealth Keystone Bldg.  
2nd Fl., 400 North Street  
P.O. Box 3265  
Harrisburg, PA 17105-3265

Re: Penn Manor School District, et al. v. UGI Utilities, Inc.,  
Docket Nos. C-20066806, et al.

Dear Secretary McNulty:

Enclosed please find a Certificate of Satisfaction filed on behalf of the Complainants in this matter. As all issues have been mutually resolved, the Commission can cancel the initial prehearing conference scheduled for May 18, 2007 and mark this matter closed.

Very truly yours,

Deanne M. O'Dell

For WOLF, BLOCK, SCHORR and SOLIS-COHEN LLP

DMO/lww  
Enclosure

cc: Hon. Wayne Weisman, w/enc.  
Cert. of Service, w/enc.  
Amy Swartz, w/enc.

RECEIVED

APR - 6 2007

PA PUBLIC UTILITY COMMISSION

HAR-72440 I/Jan260-240826

## CERTIFICATE OF SERVICE

I hereby certify that I have this day served a true copy of the foregoing document upon the persons listed below via first class mail in accordance with the requirements of 52 Pa. Code Section 1.54 of the Commission's rules:

Johnnie E. Simms, Esq.  
Robert V. Eckenrod, Esq.  
PA Public Utility Commission  
400 North St.  
PO Box 3265  
Harrisburg, PA 17105-3265

Mark C. Morrow, Esq.  
UGI Utilities Inc.  
460 North Gulph Road  
King of Prussia, PA 19406

Josh Cohen, Esq.  
Hartman Underhill & Brubaker  
221 East Chestnut St.  
Lancaster, PA 17602

Clarence C. Kegal, Esq.  
Kegal Kelin Lamy & Grimm LLP  
24 N. Lime St.  
Lancaster, PA 17602

John E. Freund III, Esq.  
King Spry Herman Freund & Faul LLC  
One West Broad St., Suite 700  
Bethlehem, PA 18018

Laura Cowburn, Assistant to Superintendent  
for Business  
Columbia Borough School District  
200 North Fifth Street

David B. MacGregor, Esq.  
Post & Schell, P.C.  
Four Penn Center  
1600 John F. Kennedy Blvd.  
Philadelphia, PA 19103-2808

Anthony D. Kanagy  
Post & Schell, P.C.  
17 North Second St., 12<sup>th</sup> Fl.  
Harrisburg, PA 17101-1601

Jonathan P. Riba, Esq.  
Sweet Steven Tucker & Katz LLP  
331 East Butler Ave.  
New Britain, PA 18901

Mike Frentz, Business Manager  
Annville Cleona School District  
520 South White Oak Street  
Annville, PA 17003

Gary Schlegel, Business Manager  
Cocalico School District  
South Fourth Street, P.O. Box 800  
Denver, PA 17517

Kim Deldomridge  
Director of Admin. and Bus. Services  
Conestoga Valley School District  
2110 Horseshoe Rd.  
Lancaster, PA 17601

Terry L. Hackman, Business Manager  
Donegal School District  
1051 Koser Rd.  
Mount Joy, PA 17552

Keith Ramsey, Business Manager  
Eastern Lancaster County School District  
669 East Main St  
PO Box 609  
New Holland, PA 17557

Gwen Boltz, Business Manager  
Eastern Lebanon County School District  
180 ELCO Dr.  
Myerstown, PA 17067

Richard L. Schrecengost  
Hempfield School District  
200 Church St.  
Landisville, PA 17538

Terry L. Sweigart  
Lampeter-Strasburg School District  
1007 Village Rd.  
PO Box 428  
Lancaster, PA 17537

Curt Baker, Director of Finance  
School District of Lancaster  
Scheffey Administrative Services Center  
1020 Lehigh Ave.  
Lancaster, PA 17602

Debra L. Mitchell, Business Admin  
Lebanon Cty Career & Technology Center  
833 Metro Drive  
Lebanon, PA 17042

Curtis Richards, Business Manager  
Lebanon School District  
1000 South Eight St.  
Lebanon, PA 17042

George W. Ioannidis  
Manheim Central School District  
71 North Hazel St.  
Manheim, PA 17545

Joseph Kurjiaka  
Manheim Township School District  
PO Box 5134  
Lancaster, PA 17606-5134

Edward Lee, Director of Business Affairs  
Northern Lebanon School District  
PO Box 100  
Fredericksburg, PA 17026

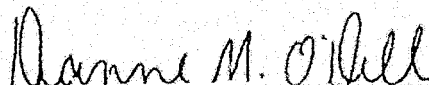
Christopher Johnston  
Administrative Assistant for Business  
Penn Manor School District  
PO Box 1001  
Millersville, PA 17551

David Zerbe, Business Manager  
Warwick School District  
301 West Orange St.  
Lititz, PA 17543

George Crawford  
Business Administrator  
Allentown City School District  
31 South Penn St.  
PO Box 328  
Allentown, PA 18105-0328

Stanley J. Majewski, Jr.  
Bethlehem Area School District  
1516 Sycamore St.  
Bethlehem, PA 18017

Jeffrey Bader, Business Manager  
Easton Area School District  
1801 Bushkill Dr.  
Easton, PA 18040-8186

  
Deanne M. O'Dell, Esq.

Dated: April 6, 1007

**BEFORE THE  
PENNSYLVANIA PUBLIC UTILITY COMMISSION**

Penn Manor School District	:	C-20066806
Lampeter-Strasburg School District	:	C-20066807
Annville-Cleona School District	:	C-20066808
Eastern Lancaster County School District	:	C-20066809
Manheim Central School District	:	C-20066810
Eastern Lebanon County School District	:	C-20066811
Cocalico School District	:	C-20066812
Columbia Borough School District	:	C-20066813
Columbia Borough School District	:	C-20066814
Columbia Borough School District	:	C-20066815
Columbia Borough School District	:	C-20066816
Conestoga Valley School District	:	C-20066817
Conestoga Valley School District	:	C-20066818
Conestoga Valley School District	:	C-20066819
Conestoga Valley School District	:	C-20066820
Donegal School District	:	C-20066821
Conestoga Valley School District	:	C-20066822
Bethlehem Areas School District	:	C-20066823
Allentown School District	:	C-20066838
Manheim Township School District	:	C-20066876
Easton Area School District	:	C-20066890
Lebanon County Career & Technology Center	:	C-20066891
Hempfield School District, et al.	:	C-20066899
School District of Lancaster	:	C-20066912
Warwick School District	:	C-20067046
v.	:	
UGI Utilities	:	

**RECEIVED**

APR - 6 2007

PA PUBLIC UTILITY COMMISSION  
SECRETARY'S BUREAU

**COMPLAINANTS' CERTIFICATE OF SATISFACTION**

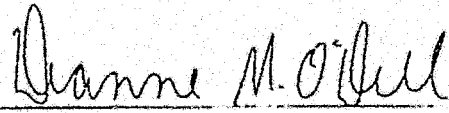
Each of the above-captioned school districts("Comcast") submits this Certificate of Satisfaction pursuant to 52 Pa. Code § 5.24(a), stating that their individual complaints filed against UGI Utilities, Inc. have been satisfied and the above-captioned complaint dockets should be marked closed.

**RECEIVED**

APR - 6 2007

PA PUBLIC UTILITY COMMISSION

Respectfully submitted,



Deanne M. O'Dell, Esq.  
Wolf, Block, Schorr and Solis-Cohen LLP  
213 Market Street, 9th Floor  
P.O. Box 865  
Harrisburg, PA 17108-0865  
(717) 255-3744

Attorney for Comcast Phone of PA, LLC

Date: April 6, 2007



COMMONWEALTH OF PENNSYLVANIA  
PENNSYLVANIA PUBLIC UTILITY COMMISSION  
Office of Administrative Law Judge  
P.O. BOX 3265, HARRISBURG, PA 17105-3265  
April 10, 2007

IN REPLY PLEASE  
REFER TO OUR FILE

**DOCUMENT  
FOLDER**

In Re: C-20066806 thru  
C-20066823, C-20066838,  
C-20066876, C-20066890,  
C-20066891, C-20066899,  
C-20066912, C-20067046

(SEE LETTER DATED 3/14/07)

- C-20066806 - Penn Manor School District
- C-20066807 - Lampeter-Strasburg School District
- C-20066808 - Annville-Cleona School District
- C-20066809 - Eastern Lancaster County School District
- C-20066810 - Manheim Central School District
- C-20066811 - Eastern Lebanon County School District
- C-20066812 - Cocalico School District
- C-20066813 - Columbia Borough School District
- C-20066814 - Columbia Borough School District
- C-20066815 - Columbia Borough School District
- C-20066816 - Columbia Borough School District
- C-20066817 - Conestoga Valley School District
- C-20066818 - Conestoga Valley School District
- C-20066819 - Conestoga Valley School District
- C-20066820 - Conestoga Valley School District
- C-20066821 - Donegal School District
- C-20066822 - Conestoga Valley School District
- C-20066823 - Bethlehem Area School District
- C-20066838 - Allentown School District
- C-20066876 - Manheim Township School District
- C-20066890 - Easton Area School District
- C-20066891 - Lebanon County Career & Technology Center
- C-20066899 - Hempfield School District, 'et al'
- C-20066912 - School District of Lancaster
- C-20067046 - Warwick School District

v.

UGI Utilities, Inc.

**DOCKETED**  
APR 12 2007

Cancellation Notice

This is to inform you of the following cancellation:

Type: Initial Pre-Hearing Conference

Date: Friday, May 18, 2007

Time: 2:00 p.m.

Presiding: Administrative Law Judge Charles E. Rainey, Jr.

Please mark your records accordingly.

pc: Judge Rainey  
Janean Spiegel  
Beth Plantz  
Docket Section  
Calendar File



COMMONWEALTH OF PENNSYLVANIA  
PENNSYLVANIA PUBLIC UTILITY COMMISSION  
P.O. BOX 3265, HARRISBURG, PA 17105-3265

IN REPLY PLEASE  
REFER TO OUR FILE

May 4, 2007

C-20066821

DONEGAL SPRINGS ELEMENTARY SCHOOL  
1055 KOSER ROAD  
MOUNT JOY PA 17552

DONEGAL SPRINGS ELEMENTARY SCHOOL  
v.  
UGI UTILITIES, INC

**DOCKETED**  
MAY - 2 2007

TO WHOM IT MAY CONCERN:

Please be advised that the Commission has marked closed the above-entitled proceeding.

Very truly yours,

James J. McNulty  
Secretary

cc: All parties of Record  
Office of ALJ  
nvl

**DOCUMENT  
FOLDER**