



July 24, 2018

Via E-Filing

Rosemary Chiavetta, Secretary
Pennsylvania Public Utility Commission
Commonwealth Keystone Building
400 North Street
Harrisburg, PA 17120

Re: UGI Energy Services, LLC
EGS License No. A-2013-2369288

Notice of Withdrawal of Bond Reduction Petition

Dear Secretary Chiavetta:

On May 24, 2018, UGI Energy Services, LLC (“UGIES”), filed a Petition in the above-referenced docket, seeking to reduce the amount of its annual Electric Generation Supplier’s Bond during the 2018-2019 bonding period, from ten percent (10%) to five percent (5%) of its last 12 months of revenue, in accordance with the Pennsylvania Public Utility Commission’s (“Commission”) Final Order in Docket No. M-2013-2393141 entered July 24, 2014 (“Bond Order”).

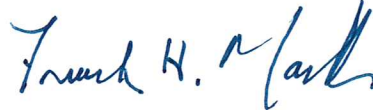
On June 5, 2018, the Commission sent a data request to UGIES, which, *inter alia* required UGIES to “increase the amount of its current financial security to the required 10% of the Applicant’s most recent reported four quarters of gross receipts,” while UGIES’ Petition was pending before the Commission. UGIES submitted the required 10% bond on July 23, 2018.

The requirement to provide a new bond to the Commission at the 10% level – and the incumbent cost of obtaining the bond – eliminates any cost savings that UGIES would realize from the Commission granting UGIES a reduction in the bonding amount to the 5% level. Therefore, UGIES hereby withdraws its Petition filed previously in this docket. UGIES will maintain its EGS Bond at the 10% level until July 26, 2019.

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Please contact me at (610) 768-3625 if you have any questions regarding this filing.

Very truly yours,

A handwritten signature in blue ink that reads "Frank H. Markle". The signature is written in a cursive style with a large, stylized "M" at the end.

Frank H. Markle
Senior Counsel
UGI Corporation

Attorney for UGI Energy Services, LLC

Cc: Steven Jakab, Bureau of Technical Services (via e-mail)