

Michael S. Swerling, Esq.

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February 26, 2021

VIA E-FILE & E-MAIL

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

Re: UGI Utilities, Inc. – Gas Division's Settlement Compliance Status Report; Docket No. C-2012-2308997

Dear Ms. Chiavetta:

Enclosed you will find UGI Utilities, Inc. – Gas Division's settlement status report, which is being filed in compliance with the Pennsylvania Public Utility Commission's Opinion and Order, entered on February 19, 2013, in the above-referenced docket.

Sincerely,

/s/ Michael S. Swerling Michael S. Swerling

Enclosures: Settlement Status Report Letter

Cc: Robert Horensky, Manager of Safety Division (*electronic mail*) Stephanie M. Wimer, Senior Prosecutor of I&E, (*electronic mail*)



UGI Utilities, Inc 1 UGI Drive Denver, PA 17517

February 26, 2021

Rosemary Chiavetta, Secretary Pennsylvania Public Utility Commission Commonwealth Keystone Building 400 North Street, 2nd Floor Harrisburg, PA 17105-3265

Re: Docket No. C-2012-2308997 Settlement Compliance Status Report

Dear Secretary Chiavetta:

The following settlement status report is submitted by UGI Utilities, Inc. – Gas Division ("UGI Gas") in compliance with the Opinion and Order entered by the Pennsylvania Public Utility Commission ("Commission") on February 19, 2013 ("Final Order") in Docket No. C-2012-2308997. Please note as of October 1, 2018, UGI South (formerly known as "UGI Gas Division"), UGI Central (formerly known as "UGI Central Penn Gas, Inc."), and UGI North (formerly known as "UGI Penn Natural Gas, Inc.") merged into UGI Gas. As required by the Final Order in Docket No. C-2012-2308997, UGI Gas must provide a progress update for the accelerated main replacement requirements as contemplated by the Joint Settlement Petition approved by the Commission in the Final Order.

As provided in the Joint Settlement Petition, UGI will retire or replace cast iron mains over a fourteen-year time period commencing with the first full calendar month after the date the Final Order was entered. Attached Figure (1): *Cast Iron Main Plan Inventory vs Actual Inventory* provides a chart showing progress (jn terms of actual and planned replacements) towards replacing all cast iron main by the end of February 2027. On average, approximately 29 miles of mains must be replaced or retired each year to reach completion in the stipulated timeframe to adhere to the schedule. As of December 31, 2020, the remaining known cast iron main inventory was reduced to 140 miles, which is ahead of the originally planned target to have 175 miles remaining by this date.

Attached Figure (2): *Bare Steel / Wrought Iron Plan Inventory vs Actual Inventory*, provides a chart showing progress (in terms of actual and planned replacements) towards completing the replacement of bare steel and wrought iron mains over the 30-year replacement time period, which began in October 2011. As of December 31, 2020, the remaining known inventory of bare steel / wrought iron mains was reduced to 965 miles, which is ahead of the originally planned target to have 1,124 miles remaining by this date.

Ongoing interim progress updates on pipeline replacements will be provided to the Bureau of Investigation and Enforcement's Gas Safety Division, until the next status report due in February 2023.



UGI Utilities, Inc 1 UGI Drive Denver, PA 17517

Sincerely,

-DocuSigned by:

famila Jocsak B37DF02A2B304E5... Pamela Jocsak VP Engineering & Operations Support UGI Utilities, Inc.



