



UGI Utilities, Inc.
1 UGI Drive
Denver, PA 17517

August 26, 2025

Via Electronic Filing

Honorable Matt Hoshmer, Secretary
Pennsylvania Public Utility Commission
Commonwealth Keystone Building
400 North Street
Harrisburg, PA 17120

**Re: UGI Utilities, Inc. – Electric Division
Financial Report for the 12 Months Ended June 30, 2025
Docket No. M-2025-3052807**

Enclosed for filing on behalf of UGI Utilities, Inc. – Electric Division (“UGI Electric”) is the Financial Report for the 12 Months Ended June 30, 2025. This report is being filed pursuant to the Commission’s regulations at 52 Pa. Code §71.1, et. seq.

Should you have any questions concerning the enclosed report, please contact Colin Rothweiler, FP&A Manager at CRothweiler@UGI.com.

Sincerely,

DocuSigned by:

F7852BEF4E2741A...
Hans G. Bell
President – UGI Utilities, Inc.

Enclosures

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Company Name: UGI Utilities - Electric Division
 Financial Report for Twelve Months Ended
 June 30, 2025

SCHEDULE A

(Thousands of Dollars)

	Actual per <u>Books</u> (1)	Intrastate <u>Percent</u> (2)	Intrastate <u>per books</u> (3)	<u>Adjustments (a)</u> (4)	Adjusted <u>Results</u> (5)
(1) Original Cost of Plant In Service	\$291,818	1.0000	\$291,818	\$54,621	\$346,439
(2) Less: Depreciation Reserve	88,184	1.0000	88,184	24,473	112,657
(3) Net Plant in Service	203,634	1.0000	203,634	30,148	233,782
<u>Additions:</u>					
(4) Land/Plant Held for Future Use	0	1.0000	0	0	0
(5) Materials & Supplies & Fuel Stocks	3,862	1.0000	3,862	0	3,862
(6) Cash Working Capital	11,790	1.0000	11,790	962	12,753
(7) Other	0	1.0000	0	0	0
<u>Deductions:</u>					
(8) Accumulated Deferred Income Taxes	0	1.0000	0	0	0
(9) Liberalized Depreciation	27,941	1.0000	27,941	3,580	31,520
(10) Other	0	1.0000	0	0	0
(11) Customer Deposits	1,565	1.0000	1,565	0	1,565
(12) Customer Advances	0	1.0000	0	0	0
(13) Contributions in Aid of Construction	0	1.0000	0	0	0
(14) Other	0	1.0000	0	0	0
(15) RATE BASE	<u>\$189,781</u>	1.0000	<u>\$189,781</u>	<u>\$27,530</u>	<u>\$217,311</u>
(16) <u>Operating Revenues</u>	<u>\$143,774</u>	1.0000	<u>\$143,774</u>	<u>(\$199)</u>	<u>\$143,575</u>
<u>Operating Expenses</u>					
(17) Operation & Maintenance	112,500	1.0000	112,500	2,090	114,590
(18) Annual Depreciation	9,991	1.0000	9,991	1,720	11,711
(19) Taxes - Other than Income	9,374	1.0000	9,374	422	9,797
(20) State Income Tax - Current	993	1.0000	993	(1,434)	(441)
(21) Federal Income Tax - Current	1,265	1.0000	1,265	(2,314)	(1,049)
(22) Deferred Income Taxes	(166)	1.0000	(166)	2,255	2,089
(23) Investment Tax Credit (Net)	0	1.0000	0	0	0
(24) Total Operating Expenses	<u>133,958</u>	1.0000	<u>133,958</u>	<u>2,738</u>	<u>136,696</u>
(25) INCOME AVAILABLE FOR RETURN	<u>\$9,816</u>	1.0000	<u>\$9,816</u>	<u>(\$2,938)</u>	<u>\$6,878</u>
RATE OF RETURN - OVERALL	<u>5.17%</u>		<u>5.17%</u>		<u>3.17%</u>

(a) Summary of adjustments shown in Schedule B and Schedule C

Company Name: UGI Utilities - Electric Division
 Summary of Pro Forma Intrastate Adjustments

SCHEDULE B

(Thousands of Dollars)				
Rate Base Adjustments	Rate Base	Revenues	Expenses	Taxes
(1) Inventory	-			
(2) Net Plant in Service	30,148			
(3) Working Capital	962			
(4) Liberalized Depreciation	(3,580)			
<u>Income Statement Adjustments</u>				
(5) Depreciation Expense			1,720	
(6) Normalization of Operating Revenues		(199)		
(7) Payroll Expense Adjustment			506	
(8) Pension Expense Adjustment			351	
(9) Tax Expense Adjustments				(1,494)
(10) Uncollectible Expense Adjustment			(336)	
(11) Taxes Other Than Income Tax Adjustment				422
(12) Normalizing Expense Adjustments			1,569	
Totals	<u>27,530</u>	<u>(199)</u>	<u>3,809</u>	<u>(1,071)</u>

Company Name: UGI Utilities - Electric Division
Explanation of Adjustments

SCHEDULE C

Rate Base Adjustments

- (1) Adjustment to Inventory to reflect 12 month average
- (2) Adjustment to Book reserve to reflect increase in plant and depreciation
- (3) Adjustment to future working capital
- (4) Adjustment to reflect the change in accumulated deferred taxes due to the changes in the book/tax depreciation variance

Income Statement Adjustments

- (5) Depreciation Expense
- (6) Normalization of Operating Revenues
- (7) Payroll Expense Adjustment
- (8) Pension Expense Adjustment
- (9) Tax Expense Adjustments
- (10) Uncollectible Expense Adjustment
- (11) Taxes Other Than Income Tax Adjustment
- (12) Normalizing Expense Adjustments

Explanation of Changes to Intrastate Allocation Factors (if applicable)

Company Name: UGI Utilities - Electric Division
 Intrastate Per Books
 Calculation of Return on Common Equity
 as of June 30, 2025

SCHEDULE D-1

(Thousands of Dollars)

	Capital Ratios (a)	Rate Base (b)	Totals	Embedded Cost Rates(c)	Total Rate Base Related Cost of Debt and Preferred & Preference
	(1)	(2)	(3)	(4)	(5)
		Sch. A. Col. 3 Line 15	=	x Sch. F-1 Col. 9	=
1) Debt	46.96%	\$189,781		4.68%	\$4,175
2) Preferred	0.00%	\$189,781		0.00%	\$0
3) Common Equity	<u>53.04%</u>	\$189,781	<u>100,660</u>	0.00%	<u>\$0</u>
4) Total	<u>100.00%</u>		<u>\$189,781</u>		<u>\$4,175</u>
		<u>12 Months ended</u>	<u>06/30/25</u>		

	Intrastate Per Books
5) Income Available for Return (from Sch. A, Col. 3, Line 25)	\$9,816
6) Less: Total Rate Base Related Cost of Debt and Preferred (Col 5, Line 4)	<u>\$4,175</u>
7) Income Available for Common Equity (Line 5 Less Line 6)	<u>\$5,641</u>
8) Debt Cost (Col 5., Line 1)	\$4,175
9) Less: Interest Expense used to compute State and Federal Income Taxes	<u>4,175</u>
10) Difference (Line 8 Less Line 9)	0
11) Times: Composite State and Federal Income Tax Rate	<u>27.90%</u>
12) Net Addition or (Deduction) (Line 10 x Line 11)	<u>\$0</u>
13) Income Available for Common Equity, including Income Tax Effect of using Debt Cost (Line 7 plus Line 12)	<u>\$5,641</u>
14) Return on Common Equity (Line 7/Line 3, Col. 3)	<u>5.60%</u>
15) Return on Common Equity, including Income Tax Effect of using Debt Cost (Line 13/Line 3, Col. 3)	<u>5.60%</u>

Company Name: UGI Utilities - Electric Division
 Intrastate Pro Forma Results
 Calculation of Return on Common Equity
 as of June 30, 2027

SCHEDULE D-2

(Thousands of Dollars)

	Capital Ratios(a)		Rate Base(b)		Totals		Embedded Cost Rates(c)		Total Rate Base Related Cost of Debt and Preferred & Preference
	(1)		(2)		(3)		(4)		(5)
	Sch. E-2 Col. 2	x	Sch. A. Col. 5 Line 15	=		x	Sch. F-2 Col. 9	=	
1) Debt	45.88%		\$217,311		\$99,709		5.23%		\$5,215
2) Preferred	0.00%		\$217,311		0		0.00%		\$0
3) Common Equity	<u>54.12%</u>		\$217,311		<u>117,602</u>		0.00%		<u>\$0</u>
4) Total	<u>100.00%</u>				<u>\$217,311</u>				<u>\$5,215</u>

12 Months ended 06/30/27

	Intrastate Adjusted
5) Income Available for Return (from Sch. A, Col. 5, Line 25)	\$6,878
6) Less: Total Rate Base Related Cost of Debt and Preferred (Col 5, Line 4)	<u>\$5,215</u>
7) Income Available for Common Equity (Line 5 Less Line 6)	<u>\$1,664</u>
8) Debt Cost (Col 5., Line 1)	\$5,215
9) Less: Interest Expense used to compute State and Federal Income Taxes	<u>5,215</u>
10) Difference (Line 8 Less Line 9)	0
11) Times: Composite State and Federal Income Tax Rate	<u>27.11%</u>
12) Net Addition or (Deduction) (Line 10 x Line 11)	<u>\$0</u>
13) Income Available for Common Equity, including Income Tax Effect of using Debt Cost (Line 7 plus Line 12)	<u>\$1,664</u>
14) Return on Common Equity (Line 7/Line 3, Col. 3)	<u>1.41%</u>
15) Return on Common Equity, including Income Tax Effect of using Debt Cost (Line 13/Line 3, Col. 3)	<u>1.41%</u>

Company Name: UGI Utilities - Electric Division
 Calculation of Capital Structure and Related Ratios
 as of June 30, 2025

SCHEDULE E-1

(Thousands of Dollars)

	Total Company Actual Amount Outstanding <u> </u> (1)	Ratios <u> </u> (2)
Total Debt (Sch. F-1., Col. 4)	\$1,868,125	46.96%
Total Preferred & Preference Stock Stock (Sch. F-1., Col. 4)	\$0	0.00%
<u>Common Equity</u>		
Common Stock	\$60,259	
Premium on Common Stock	\$523,580	
Capital Surplus	\$0	
Capital Stock	\$0	
Retained Earnings	\$1,526,178	
Other		
	<u> </u>	
Total Common Equity	<u>\$2,110,017</u>	<u>53.04%</u>
Total Capital	<u><u>\$3,978,142</u></u>	<u><u>100.00%</u></u>

Company Name: UGI Utilities - Electric Division
 Calculation of Capital Structure and Related Ratios
 as of June 30, 2027

SCHEDULE E-2

(Thousands of Dollars)

	Total Company Actual Amount Outstanding (1)	Ratios (2)
Total Debt (Sch. F-2., Col. 4)	\$2,130,625	45.88%
Total Preferred & Preference Stock Stock (Sch. F-2., Col. 4)	\$0	0.00%
<u>Common Equity</u>		
Common Stock	\$60,259	
Premium on Common Stock	\$558,580	
Capital Surplus	\$0	
Capital Stock	\$0	
Retained Earnings	\$1,894,143	
Other	_____	
Total Common Equity	2,512,982	54.12%
Total Capital	\$4,643,607	100.00%

Company Name: UGI Utilities - Electric Division
 Cost of Debt and Preferred Stock as Adjusted
 as of June 30, 2025

SCHEDULE F-1

(Thousands of Dollars)

Item/Description	Issue Date (1)	Maturity Date (2)	Interest Rate (3)	Outstanding Balance (4)	Effective Cost Rate (5)	Percent to Capital (6)	Weighted Cost Capital (7)	Percent to Debt (8)	Weighted Cost Debt (9)
Long Term Debt		2033	6.50%	20,000	6.56%	0.50%	0.03%	1.07%	0.07%
		2044	4.98%	175,000	5.00%	4.40%	0.22%	9.37%	0.47%
		2027	3.92%	78,125	3.97%	1.96%	0.08%	4.18%	0.17%
		2034	6.13%	20,000	6.19%	0.50%	0.03%	1.07%	0.07%
		2036	6.21%	100,000	6.32%	2.51%	0.16%	5.35%	0.34%
		2026	2.95%	100,000	3.92%	2.51%	0.10%	5.35%	0.21%
		2046	4.12%	200,000	5.01%	5.03%	0.25%	10.71%	0.54%
		2046	4.12%	100,000	4.28%	2.51%	0.11%	5.35%	0.23%
		2049	4.55%	150,000	4.58%	3.77%	0.17%	8.03%	0.37%
		2050	3.12%	150,000	3.15%	3.77%	0.12%	8.03%	0.25%
		2026	1.59%	100,000	1.73%	2.51%	0.04%	5.35%	0.09%
		2026	1.64%	75,000	1.75%	1.89%	0.03%	4.01%	0.07%
		2032	4.75%	90,000	4.82%	2.26%	0.11%	4.82%	0.23%
		2052	4.99%	85,000	5.03%	2.14%	0.11%	4.55%	0.23%
		2030	6.02%	25,000	6.11%	0.63%	0.04%	1.34%	0.08%
		2033	6.10%	150,000	6.17%	3.77%	0.23%	8.03%	0.50%
		2053	6.40%	75,000	6.43%	1.89%	0.12%	4.01%	0.26%
		2029	5.24%	50,000	5.39%	1.26%	0.07%	2.68%	0.14%
		2034	5.52%	125,000	5.61%	3.14%	0.18%	6.69%	0.38%
Short Term Debt (If Applicable)			0.00%	-	0.00%	0.00%	0.00%	0.00%	0.00%
Total				1,868,125			2.20%		4.68%
Preferred Stock				-					
Total				1,868,125			2.20%		4.68%

Company Name: UGI Utilities - Electric Division
 Cost of Debt and Preferred Stock as Adjusted
 as of June 30, 2027

SCHEDULE F-2

(Thousands of Dollars)

Item/Description	Issue Date (1)	Maturity Date (2)	Interest Rate (3)	Outstanding Balance (4)	Effective Cost Rate (5)	Percent to Capital (6)	Weighted Cost Capital (7)	Percent to Debt (8)	Weighted Cost Debt (9)
Long Term Debt		2033	6.50%	20,000	6.56%	0.43%	0.03%	0.94%	0.06%
		2044	4.98%	175,000	5.00%	3.77%	0.19%	8.21%	0.41%
		2036	4.17%	65,625	4.82%	1.41%	0.07%	3.08%	0.15%
		2034	6.13%	20,000	6.19%	0.43%	0.03%	0.94%	0.06%
		2036	6.21%	100,000	6.32%	2.15%	0.14%	4.69%	0.30%
		2046	4.12%	200,000	5.01%	4.31%	0.22%	9.39%	0.47%
		2046	4.12%	100,000	4.28%	2.15%	0.09%	4.69%	0.20%
		2049	4.55%	150,000	4.58%	3.23%	0.15%	7.04%	0.32%
		2050	3.12%	150,000	3.15%	3.23%	0.10%	7.04%	0.22%
		2032	4.75%	90,000	4.82%	1.94%	0.09%	4.22%	0.20%
		2052	4.99%	85,000	5.03%	1.83%	0.09%	3.99%	0.20%
		2030	6.02%	25,000	6.07%	0.54%	0.03%	1.17%	0.07%
		2033	6.10%	150,000	6.15%	3.23%	0.20%	7.04%	0.43%
		2053	6.40%	75,000	6.45%	1.62%	0.10%	3.52%	0.23%
	Nov-24	2029	5.24%	50,000	5.39%	1.08%	0.06%	2.35%	0.13%
	Nov-24	2034	5.52%	125,000	5.61%	2.69%	0.15%	5.87%	0.33%
	Nov-25	2035	5.10%	150,000	5.17%	3.23%	0.17%	7.04%	0.36%
	Nov-25	2035	5.68%	125,000	5.75%	2.69%	0.15%	5.87%	0.34%
	Jan-26	2036	5.64%	75,000	5.70%	1.62%	0.09%	3.52%	0.20%
	Nov-26	2036	5.76%	200,000	5.82%	4.31%	0.25%	9.39%	0.55%
Short Term Debt (If Applicable)			4.36%	-		0.00%	0.00%	0.00%	0.00%
Total				2,130,625			2.40%		5.23%
Preferred Stock				-					
Total				2,130,625			2.40%		5.23%