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File #: 216478

May 5, 2026

VIA ELECTRONIC FILING

Matthew L. Homsher, Secretary
Pennsylvania Public Utility Commission
Commonwealth Keystone Building
400 North Street, 2nd Floor North
P.O. Box 3265
Harrisburg, PA 17105-3265


**Re: PA Public Utility Commission, *et al.* v. UGI Utilities, Inc. – Electric Division
Docket Nos. R-2025-3059430, *et al.***

Dear Secretary Homsher:

Enclosed for filing is the Prehearing Conference Memorandum of UGI Utilities, Inc. – Electric Division in the above-referenced proceeding. Copies will be provided as indicated on the Certificate of Service.

Respectfully submitted,

Devin Ryan



DR/bfc
Enclosure

cc: The Honorable Steven K. Haas (*via email w/ attachment*)
The Honorable Chad L. Allensworth (*via email w/ attachment*)
Certificate of Service

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 52 Pa. Code § 1.54 (relating to service by a participant).

VIA E-MAIL

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Counsel for CEO

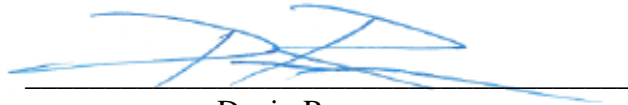
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VIA E-MAIL AND FIRST-CLASS MAIL

Kory Boothe
121 Kossack Street
Swoyersville, PA 18704
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Date: May 5, 2026

A handwritten signature in blue ink, consisting of several overlapping, fluid strokes that form an abstract, cursive shape. The signature is positioned above a solid horizontal line.

Devin Ryan

**BEFORE THE
PENNSYLVANIA PUBLIC UTILITY COMMISSION**

Pennsylvania Public Utility Commission	:	Docket Nos. R-2025-3059430
Office of Small Business Advocate	:	C-2026-3061591
Office of Consumer Advocate	:	C-2026-3061676
Kory Boothe	:	C-2026-3061698
Mary Hibbard	:	C-2026-3061790
	:	
v.	:	
	:	
UGI Utilities, Inc. – Electric Division	:	

**PREHEARING CONFERENCE MEMORANDUM OF
UGI UTILITIES, INC. – ELECTRIC DIVISION**

**TO ADMINISTRATIVE LAW JUDGE STEVEN K. HAAS AND ADMINISTRATIVE
LAW JUDGE CHAD L. ALLENSWORTH:**

Pursuant to 52 Pa. Code § 5.224(c) and the Prehearing Conference Order dated April 24, 2026, issued by the Administrative Law Judges Steven K. Haas and Chad L. Allensworth (the “ALJs”), UGI Utilities, Inc. – Electric Division (“UGI Electric” or the “Company”) hereby submits this Prehearing Conference Memorandum.

I. SERVICE OF DOCUMENTS

1. UGI Electric requests that all documents be served on:

Devin T. Ryan (ID # 316602)
Post & Schell, P.C.
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301 Grant Street, Suite 3010
Pittsburgh, PA 15219
Phone: 717-612-6052
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Please be advised that Mr. Ryan will speak as the lead attorney for UGI Electric for purposes of the prehearing conference. However, other counsel for UGI Electric will be participating and available during the telephonic prehearing conference as needed.

2. UGI Electric agrees to receive service of documents electronically in this proceeding. Further, to the extent that materials are available electronically, it is requested that copies be served upon Michael S. Swerling, Esquire at swerlingm@ugicorp.com, David B. MacGregor, Esquire at dmacgregor@postschell.com, Lindsay A. Berkstresser, Esquire at lberkstresser@postschell.com, Emily S. Grecu, Esquire at egrecu@postschell.com, and Thomas Connolly at tconnolly@postschell.com.

II. PROCEDURAL HISTORY

3. This proceeding was initiated on March 27, 2026, when UGI Electric filed Supplement No. 92 to UGI Electric Tariff – Pa. P.U.C. No. 6 (“Supplement No. 92”) with the Pennsylvania Public Utility Commission (“Commission”) to be effective for service rendered on or after June 1, 2026. It proposed changes to UGI Electric’s base retail distribution rates designed to produce an increase in revenues of approximately \$17.283 million, based upon data for a fully projected future test year (“FPFTY”) ending September 30, 2027 (“2026 Base Rate Case”). The filing was made in compliance with the Commission’s regulations and contains all supporting data and testimony required to be submitted in conjunction with a tariff change seeking a general rate increase.

4. On March 31, 2026, the Commission’s Bureau of Investigation and Enforcement (“I&E”) filed its Notice of Appearance. Also, the Office of Small Business Advocate (“OSBA”) filed a Notice of Appearance.

5. On April 7, 2026, the OSBA filed a Public Statement, Formal Complaint, and Verification.

6. On April 8, 2026, the Office of Consumer Advocate (“OCA”) filed a Notice of Appearance, Formal Complaint, and Public Statement. Also, the Commission on Economic Opportunity (“CEO”) filed a Petition to Intervene.

7. On April 16, 2026, the Commission issued an Order suspending Supplement No. 92 until January 1, 2027, unless otherwise directed by Commission Order.

8. On April 17, 2026, UGI Electric filed a Notice of Appearance.

9. On April 23, 2026, the Commission issued the ALJs’ Prehearing Conference Order.

10. On April 24, 2026, the Commission issued an Initial Telephonic Prehearing Conference Notice, scheduling the telephonic prehearing conference for 10:00 AM on May 7, 2026.

11. As of the time of filing this Prehearing Conference Memorandum, UGI Electric is aware of the following Formal Complaints by individuals on the dates and at the docketed indicated:

- On April 10, 2026, UGI Electric was served with a *pro se* Formal Complaint filed by Kory Boothe at Docket No. C-2026-3061698.
- On April 15, 2026, UGI Electric was served with a *pro se* Formal Complaint filed by Mary Hibbard at Docket No. C-2026-3061790.

12. Pursuant to 52 Pa. Code § 5.224(c) and the Prehearing Conference Order dated April 23, 2026, UGI Electric hereby submits this Prehearing Conference Memorandum.

III. ISSUES

13. UGI Electric will demonstrate that its request for an overall annual distribution revenue increase of approximately \$17.283 million, based on an FPFTY ending September 30, 2027, or 11.89% on a total revenue basis is just and reasonable and should be approved by the Commission.

14. The primary need for UGI Electric’s proposed rate increase is the Company’s continued extensive efforts to repair, replace, improve, and modernize the aging portions of its

distribution system. Since 2018, the Company has spent almost \$92 million on these efforts that support operating a safe and reliable distribution system. The Company anticipates that it will continue its accelerated capital programs over the coming years, as reflected in its Commission-approved Second Long-Term Infrastructure Improvement Plan (“Second LTIP”). Combined with non-LTIP capital investments in areas such as IT and growth, UGI Electric anticipates spending an additional \$28.6 million in the FTY and \$37.3 million in the FPFTY, respectively. The growth in capital investments, along with relatively stagnant customer usage and growth trends, are the primary reasons why UGI Electric will not earn a fair rate of return on its investments at present rate levels.

15. UGI Electric is currently not able to earn a reasonable rate of return because of the significant investments it has made in its system since its last base rate case, combined with significant economic changes that have impacted its operating costs. Despite efforts to manage its expenses, there have been expense increases in key areas, including wage and salary adjustments necessary to maintain a productive and effective workforce, as well as increases in costs that are not within the Company’s direct control, such as Commission assessments and other necessary products and services. UGI Electric continues to focus on efficient operations. However, without rate relief, the substantial capital investments that have been made since the Company’s last rate case are anticipated to cause UGI Electric to exceed the DSIC cap by September 1, 2026.

IV. WITNESSES

16. UGI Electric presently intends to offer the following witnesses to testify in this proceeding on the following subject matters:

Statement No.	Witness	Subjects Addressed
1.	Jessica Rogers Vice President – Rates and Regulatory Affairs UGI Utilities, Inc. 1 UGI Drive Denver, PA 17517	Purpose of Testimony and Rate Filing Overview Need for Rate Relief
2.	Tracy A. Hazenstab Senior Manager – Utility Rates UGI Utilities, Inc. 1 UGI Drive Denver, PA 17517	Revenue Requirement Operating Revenues and Expenses
3.	Vincent A. DeGiusto Senior Director – UGI Electric UGI Utilities, Inc. 1 UGI Center Wilkes Barre, PA 18711	System Operations System Reliability and Performance Safety Initiatives Prior Settlement Commitments
4.	Vivian K. Ressler Director – Utility Financial Planning & Analysis UGI Utilities, Inc. 1 UGI Drive Denver, PA 17517	Budgeting Process Operating Expense Adjustments Capital Treatment of Certain Information Technology Costs
5.	Amy M. Keller Senior Manager, Regulatory and Plant Accounting UGI Utilities, Inc. 1 UGI Drive Denver, PA 17517	Accounting Process and Historic Costs Rate Base Operating Expense Adjustments
6.	John F. Wiedmayer C.D.P. Project Manager, Depreciation and Valuation Studies Gannett Fleming Valuation and Rate Consultants, LLC 1010 Adams Avenue Audubon, PA 19403	Depreciation and Net Salvage

Statement No.	Witness	Subjects Addressed
7.	Vicky A. Schappell Sr. Manager, Capital Planning UGI Utilities, Inc. 1 UGI Drive Denver, PA 17517	Capital Planning
8.	Dylan W. D'Ascendis Partner ScottMadden, Inc. 1820 Chapel Ave., W., Suite 300 Cherry Hill, NJ 08003	Return on Equity Capital Structure
9.	Darin T. Espigh Sr. Manager – Natural Gas Tax Accounting UGI Corporation 1 UGI Drive Denver, PA 17517	Taxes and Tax Adjustments
10.	Sherry A. Epler Senior Manager, Tariff & Supplier Administration UGI Utilities, Inc. 1 UGI Drive Denver, PA 17517	Test Year Sales and Revenue Tariff Changes
11.	Cynthia Fang Director Atrium Economics, LLC 10 Hospital Center Commons, Suite 400 Hilton Head Island, SC 29926	Cost of Service Revenue Allocation Rate Design
12.	Brian Meilinger Director, Customer Programs & Public Relations UGI Utilities, Inc. 1 UGI Drive Denver, PA 17517	Universal Service Programs Strategic Initiatives Low-Income Customer Counts

UGI Electric previously filed copies of the witnesses' written direct testimony and exhibits, which fully support UGI Electric's proposed rate increase, allocation of that increase among the customer classes, and the design of rates to recover that increase from customers.

17. UGI Electric also reserves the right to call and present additional witnesses to address any issues that may arise during the course of the proceeding.

V. DISCOVERY

18. To date, UGI Electric has received more than 450 discovery requests from parties in this proceeding and has been diligently preparing and serving responses. The Company has a greater than 95% on time response rate as of the responses due by May 4, 2026.

19. Based on the litigation schedule to be adopted in this proceeding, UGI Electric proposes the following modifications to the standard timelines for discovery set forth in the Commission's regulations as necessary or appropriate.

- a) Commencing for discovery served on or after May 11, 2026: Answers to written interrogatories and requests for document production, entry for inspection, or other purposes shall be served in-hand within ten (10) calendar days of service.
- b) Objections to interrogatories and/or requests for production shall be communicated orally to the propounding party within three (3) calendar days of service of the interrogatories; unresolved objections shall be served in writing to the propounding party within five (5) calendar days of service of the interrogatories and/or requests for production.
- c) Motions to dismiss objections and/or direct the answering of interrogatories and/or requests for production shall be filed within five (5) business days of service of written objections.

- d) Answers to motions to dismiss objections and/or answering of interrogatories and/or requests for production shall be filed within three (3) business days of service of such motions.
- e) Requests for admissions will be deemed admitted unless answered within ten (10) calendar days or objected to within five (5) calendar days of service.
- f) Answers to on-the-record data requests shall be served in-hand within five (5) calendar days of the requests.
- g) Any discovery or discovery-related pleadings (such as objections, motions, and answers to same) served after served after 4:30 p.m. Monday through Thursday or after 1:30 p.m. on a Friday or the day before a holiday will be deemed to have been served on the next business day for purposes of calculating the due date for any responsive filing.

20. UGI Electric further proposes that the following modifications take effect as of the date of service of Rebuttal Testimony in this matter.

- a) Answers to interrogatories and responses to requests for document production, entry for inspection, or other purposes shall be served within five (5) calendar days of service of the interrogatories or requests for production.
- b) Objections to interrogatories and/or requests for production shall be communicated orally to the propounding party within two (2) calendar days of service; unresolved objections shall be served on the propounding party in writing within three (3) calendar days of service of the interrogatories and/or requests for production.

- c) Motions to dismiss objections and/or direct the answering of interrogatories and/or requests for production shall be filed within three (3) business days of service of written objections.
- d) Answers to motions to dismiss objections and/or direct the answering of interrogatories and/or requests for production shall be filed within three (3) business days of service of such motions.
- e) Requests for admission shall be deemed admitted unless answered or objected to within three (3) calendar days of service.
- f) Discovery requests and discovery-related pleadings (such as objections, motions, and answers to the same) served after 4:30 p.m. Monday through Thursday or after 1:30 p.m. on a Friday or the day preceding a holiday shall be deemed to have been served on the next business day.

21. UGI Electric also encourages the use of informal discovery or technical conferences to expedite the discovery process.

22. UGI Electric further proposes that parties serving any testimony either: (a) include with each piece of testimony the electronic workpapers, cited studies, and other documents relied on by the witness; or (b) provide the parties with the same in workable electronic format within two (2) business days of the testimony being served.

23. Finally, UGI Electric began using electronic service of discovery responses. Specifically, UGI Electric will post all discovery responses to a secure file transfer portal maintained by Post & Schell, P.C. (*i.e.*, “OneDrive”), to which the parties have been or will be given access. UGI Electric will file and serve a letter notifying the parties when the applicable discovery responses have been posted to the OneDrive website. Once posted, parties will be able

to access, review, download, and/or print the discovery responses as needed, subject to any conditions set forth in stipulated protective agreements or a protective order entered in this proceeding. Access has been provided to I&E, OCA, OSBA, and CEO as of the date of this prehearing memorandum.

VI. LITIGATION SCHEDULE

24. UGI Electric has discussed the schedule with the parties that have intervened in the 2026 Base Rate Case as of the time of this writing. Based on these discussions and the Reply Brief date provided in the Prehearing Conference Order, UGI Electric proposes that the following schedule be adopted:

Deadline	Date
Filing	Friday, March 27, 2026
Prehearing Conference	Thursday, May 7, 2026
Public Input Hearings	Week of June 15-19, 2026
Other Parties' Direct Testimony	Thursday, June 25, 2026
First Settlement Conference	By Wednesday, July 1, 2026
Rebuttal Testimony	Wednesday, July 22, 2026
Second Settlement Conference	By Friday, July 31, 2026
Surrebuttal Testimony	Tuesday, August 4, 2026
Rejoinder Outlines or Testimony	Monday, August 10, 2026
Hearings and Oral Rejoinder	Wednesday, August 12 through Friday, August 14, 2026
Close of Record	August 14, 2026
Main Briefs	Tuesday, September 8, 2026
Reply Briefs	Monday, September 18, 2026

25. UGI Electric proposes that the hearings in this matter be held in person, in a Commission hearing room in Harrisburg, PA.

26. UGI Electric is also willing to work with the parties to accommodate potential scheduling conflicts for the parties' witnesses to attend and testify at the evidentiary hearings.

27. UGI Electric proposes to advise Your Honors of any scheduling or witness conflicts that may require witnesses to testify out of order and/or on specific hearing dates by no later than the date for service of surrebuttal testimony.

VII. PUBLIC INPUT HEARINGS

28. Given the rural nature of the Company's service territory, and the distance to the service territory for most parties, UGI Electric proposes that any public input hearings be telephonic and live-streamed by the Commission, rather than held on multiple dates in multiple locations throughout UGI Electric's service territory.

29. The Commission's use of telephonic and live-streamed public input hearings has been successful in prior cases and promotes transparency in public proceedings.

30. To the extent that any in-person public input hearings are scheduled, UGI Electric requests that adequate security be provided to ensure the safety of Company representatives, Commission employees, and any members of the public who may attend in person, consistent with measures adopted in other recent proceedings before the Commission.

VIII. SETTLEMENT

32. As of this time, no settlement discussions have been held. UGI Electric remains open and available for settlement discussions with the other parties and would support initiatives to begin settlement discussions at the earliest possible date.

Respectfully submitted,



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Dated: May 5, 2026

Counsel for UGI Utilities, Inc. – Electric Division