

Agenda Date: 9/23/16 Agenda Item: IIA

STATE OF NEW JERSEY

Board of Public Utilities
44 South Clinton Avenue, 3rd Floor, Suite 314
Post Office Box 350
Trenton, New Jersey 08625-0350
www.nj.gov/bpu/

ENERGY

IN THE MATTER OF THE PETITION OF PIVOTAL UTILITY HOLDINGS, INC. D/B/A ELIZABETHTOWN GAS FOR APPROVAL OF INCREASED BASE TARIFF RATES AND CHARGES FOR GAS SERVICE AND)))	ORDER SUSPENDING INCREASES, CHANGES OR ALTERATIONS IN RATES FOR SERVICE
OTHER TARIFF REVISIONS)	BPU DOCKET NO. GR16090826

Parties of Record:

Mary Patricia Keefe, Esq., Pivotal Utility Holdings, Inc. d/b/a Elizabethtown Gas Stefanie A. Brand, Esq., Director, Division of Rate Counsel

BY THE BOARD:

On September 1, 2016, pursuant to N.J.S.A. 48:2-21 and N.J.A.C. 14:1-5.12, Pivotal Utility Holdings, Inc. d/b/a/ Elizabethtown Gas ("ETG or "Company"), a public utility of the State of New Jersey subject to the jurisdiction of the New Jersey Board of Public Utilities ("Board"), filed a petition for the authority to: (1) increase base delivery rates for gas service designed to produce an increase in revenues of approximately \$19 million or 6.6%; (2) modify its depreciation rates; (3) to roll in and recover certain costs and finalize certain rates associated with the Accelerated Infrastructure Replacement Program approved by the Board in Docket No. GO12070693 and the Elizabethtown Natural Gas Distribution Utility Reinforcement Program approved by the Board in Docket Nos. GO13090826 and GR15060656; (4) establish certain regulatory assets; (5) establish a new Societal Benefits Charge component rate, the Customer Benefit Charge of \$0.0097 per therm; and (6) implement other tariff revisions.

According to the petition, the requested increase is necessary to permit the Company to: meet the cost of operating facilities used and useful in the service of the public while earning a just and reasonable return on the investment in such facilities and maintain its financial integrity. ETG also states that the additional revenue is needed to compensate investors for risks assumed by the Company, continue to provide safe and adequate service to the public, as well as maintain its facilities in a condition sufficient to enable ETG to discharge its public duty.

It appearing that the proposed revisions, if approved, will increase existing rates and change or alter existing classifications in ETG's tariff, it is **HEREBY ORDERED** that:

- (1) Pursuant to N.J.S.A. 48:2-21(d), the proposed revisions are suspended until February 1, 2017, unless prior to that date the Board makes a determination disposing of the petition or enters an Order further suspending the proposed revisions:
- (2) ETG shall, at least ten (10) days prior to the date set for hearing on the petition by the Office of Administrative Law, file with this Board and the Office of Administrative Law proof of compliance with the notice provisions of N.J.S.A. 48:2-32.2 and N.J.A.C. 14:1-5.12(b) and (c), which notice shall include a statement that any relief found by the Board to be just and reasonable may be allocated by the Board to any class or classes of customers on any rate or schedule as the Board may determine; and
- (3) ETG shall, at the same time it files with the Board, also file proof of service of copies of this Order upon the New Jersey Division of Rate Counsel, the clerks of each affected municipality, the clerks of the Boards of Chosen Freeholders of each affected County, and where appropriate, the executive officer of each affected County within its service area. Service of the petition, notice of hearings and this Suspension Order may be made simultaneously.

The Board HEREBY DIRECTS staff to post this Order on the Board's website.

This Order shall be effective on October 1, 2016.

DATED: 9/23/16

BOARD OF PUBLIC UTILITIES

HARD S. MROZ

PRESIDENT

JÖSEPH L. FIORĎALISO

COMMISSIONER

OMMISSIONER

DIANNE\SOLOMON

COMMISSIONER

UPENDRA J. CHIVUKULA

COMMISSIONER

ATTEST:

ACTING\SECRETARY

I HEREBY CERTIFY that the within document is a true copy of the original in the files of the Board of Public Utilities

IN THE MATTER OF THE PETITION OF PIVOTAL UTILITY HOLDINGS, INC. D/B/A ELIZABETHTOWN GAS FOR APPROVAL OF INCREASED BASE TARIFF RATES AND CHARGES FOR GAS SERVICE AND OTHER TARIFF REVISIONS

DOCKET NO. GR16090826

SERVICE LIST

ETG:

Mary Patricia Keefe, Esq. Elizabethtown Gas 520 Green Lane Union, NJ 07083 pkeefe@southernco.com

Brian MacLean
Elizabethtown Gas
520 Green Lane
Union, NJ 07083
bmaclean@southernco.com

Thomas Kaufman
Elizabethtown Gas
520 Green Lane
Union, NJ 07083
tkaufmann@southernco.com

Diane Rojek
Elizabethtown Gas
520 Green Lane
Union, NJ 07083
drojek@southernco.com

Michael Scacifero Elizabethtown Gas 520 Green Lane Union, NJ 07083 mscacife@southernco.com

Erica McGill, Esq.
AGL Resources
Ten Peachtree Place
Atlanta, GA 30309
ermcgill@southernco.com

Deborah Franco, Esq.
Cullen and Dykman
Garden City Center
100 Quentin Roosevelt Blvd.
Garden City, NY 11530
dfranco@cullenanddykman.com

Board of Public Utilities:

Irene Kim Asbury, Esq.
Secretary of the Board
Board of Public Utilities
44 South Clinton Avenue, 3rd Floor, Suite 314
Post Office Box 350
Trenton, NJ 08625-0350
Irene.asbury@bpu.ni.gov

Paul Flanagan, Executive Director
Board of Public Utilities
44 South Clinton Avenue, 3rd Floor, Suite 314
Post Office Box 350
Trenton, NJ 08625-0350
paul.flanagan@bpu.nj.us.gov

Jerome May, Director
Division of Energy
Board of Public Utilities
44 South Clinton Avenue, 3rd Floor, Suite 314
Post Office Box 350
Trenton, NJ 08625-0350
jerome.may@bpu.nj.gov

Robert Schultheis, Chief
Division of Energy
Board of Public Utilities
44 South Clinton Avenue, 3rd Floor, Suite 314
Post Office Box 350
Trenton, NJ 08625-0350
robert.schultheis@bpu.nj.gov

Stacy Peterson
Division of Energy
Board of Public Utilities
44 South Clinton Avenue, 3rd Floor, Suite 314
Post Office Box 350
Trenton, NJ 08625-0350
stacy.peterson@bpu.nj.gov

Kenneth T. Maloney, Esq. Cullen and Dykman 1101 14th Street, NW, Suite 750 Washington, DC 20005 kmaloney@cullenanddykman.com

Division of Rate Counsel:

Stefanie A. Brand, Director State of New Jersey Division of Rate Counsel 140 East Front Street, 4th Floor Post Office Box 003 Trenton, NJ 08625-003 sbrand@rpa.state.nj.us smassey@rpa.state.nj.us

Felicia Thomas-Friel, Esq.
State of New Jersey
Division of Rate Counsel
140 East Front Street, 4th Floor
Post Office Box 003
Trenton, NJ 08625-003
fthomas@rpa.state.nj.us

Brian O. Lipman, Litigation Manager State of New Jersey Division of Rate Counsel 140 East Front Street, 4th Floor Post Office Box 003 Trenton, NJ 08625-003 blipman@rpa.state.nj.us

Henry M. Ogden, Esq.
State of New Jersey
Division of Rate Counsel
140 East Front Street, 4th Floor
Post Office Box 003
hogden@rpa.state.nj.us

Sarah Steindel State of New Jersey Division of Rate Counsel 140 East Front Street, 4th Floor Post Office Box 003 Trenton, NJ 08625-003 ssteindel@rpa.state.nj.us Scott Sumliner
Division of Energy
Board of Public Utilities
44 South Clinton Avenue, 3rd Floor, Suite 314
Post Office Box 350
Trenton, NJ 08625-0350
scott.sumliner@bpu.nj.gov

Mark Beyer, Chief Economist
Board of Public Utilities
44 South Clinton Avenue, 3rd Floor, Suite 314
Post Office Box 350
Trenton, NJ 08625-0350
Mark.beyer@bpu.nj.gov

Dr. Son Lin Lai
Office of the Economist
Board of Public Utilities
44 South Clinton Avenue, 3rd Floor, Suite 314
Post Office Box 350
Trenton, NJ 08625-0350
son-lin.lai@bpu.nj.gov

Christine Lin
Office of the Economist
Board of Public Utilities
44 South Clinton Avenue, 3rd Floor, Suite 314
Post Office Box 350
Trenton, NJ 08625-0350
christine.lin@bpu.nj.gov

Jackie O'Grady
Office of the Economist
Board of Public Utilities
44 South Clinton Avenue, 3rd Floor, Suite 314
Post Office Box 350
Trenton, NJ 08625-0350
jackie.ogrady@bpu.nj.gov

Megan Lupo, Esq.
Counsel's Office
Board of Public Utilities
44 South Clinton Avenue, 3rd Floor, Suite 314
Post Office Box 350
Trenton, NJ 08625-0350
megan.lupo@bpu.nj.gov

Deputy Attorneys General:

Alex Moreau, Esq.
Department of Law & Public Safety
Division of Law
124 Halsey Street
Post Office Box 45029
Newark, NJ 07101-45029
alex.moreau@dol.lps.state.nj.us

Renee Greenberg, Esq.
Department of Law & Public Safety
Division of Law
124 Halsey Street
Post Office Box 45029
Newark, NJ 07101-45029
renee.greenberg @dol.lps.state.nj.us

Geoffrey Gersten, Esq.
Department of Law & Public Safety
Division of Law
124 Halsey Street
Post Office Box 45029
Newark, NJ 07101-45029
geoffrey.gersten@dol.lps.state.nj.us

Cynthia Covie, Esq.
Chief Counsel
Board of Public Utilities
44 South Clinton Avenue, 3rd Floor, Suite 314
Post Office Box 350
Trenton, NJ 08625-0350
Cynthia.covie@bpu.nj.gov

John Masiello
Division of Energy
Board of Public Utilities
44 South Clinton Avenue, 3rd Floor, Suite 314
Post Office Box 350
Trenton, NJ 08625-0350
John.masiello@bpu.ni.gov

Beverly Tyndell
Division of Energy
Board of Public Utilities
44 South Clinton Avenue, 3rd Floor, Suite 314
Post Office Box 350
Trenton, NJ 08625-0350
Beverly.tyndell@bpu.nj.gov

Bart Kilar
Division of Energy
Board of Public Utilities
44 South Clinton Avenue, 3rd Floor, Suite 314
Post Office Box 350
Trenton, NJ 08625-0350
Bart.kilar@bpu.nj.gov

Oneil Hamilton
NJ Board of Public Utilities
44 South Clinton Avenue, 3rd Floor, Suite 314
Post Office Box 350
Trenton, NJ 08625-0350
Oneil.hamilton@bpu.nj.gov

Andrea Reid Board of Public Utilities 44 South Clinton Avenue, 3rd Floor, Suite 314 Post Office Box 350 Trenton, NJ 08625-0350 Andrea.reid@bpu.nj.gov