



Dominick DiRocco, Esq.Vice President, Rates & Regulatory

August 3, 2020

Aida Camacho-Welch, Secretary New Jersey Board of Public Utilities 44 South Clinton Avenue, 9th Floor P.O. Box 350 Trenton, NJ 08625-0350

Re: In the Matter of the New Jersey Board of Public Utilities Response to the COVID-19 Pandemic

Docket No. AO20060471

Dear Secretary Camacho-Welch:

Pursuant to the Board's Order dated July 2, 2020 in the above-referenced matter, enclosed please find Elizabethtown Gas Company's Quarterly Report for period ending June 2020. The Company reserves its rights to adjust the cost/savings categories in the future to address evolving pandemic conditions as they arise.

Due to the pandemic, and in accordance with the New Jersey Board of Public Utilities ("BPU") March 19, 2020 and May 20, 2020 Orders issued in BPU Docket No. EO20030254, hard copies are not being provided at this time, but can be provided at a later time, if needed.

Should you have any questions, please feel free to contact me directly.

Respectfully yours,

Dominick DiRocco

DD/adh Enclosure

cc: Felicia Thomas-Friel, Esq.

Stacy Peterson Brian Lipman Bob Brabston Stefanie Brand Stefany Graham Deborah M. Franco John Houseman

Elizabethtown Gas Company Estimated COVID impact As of June 2020 Incremental Costs/(Savings)*

Description	Mar-20	Apr-20	May-20	Jun-20	Total
Uncollectible Expense	1,710,210	1,924,341	3,224,466	2,097,162	8,956,179
COVID test kits			10,215		10,215
Overtime			2,773		2,773
Hazard pay			86,000		86,000
Masks, cleaning supplies, computer peripherals			34,076		34,076
Parking costs in lieu of taking public transportation			1,394		1,394
Total Incremental Costs	1,710,210	1,924,341	3,358,923	2,097,162	9,090,636
Travel	7,220		7,367		14,587
Tradeshow/Conference Displays & Signage	2,500				2,500
Fuel Cost Savings (net of capitalized portion)	17,425	14,624	38,182	23,410	93,641
Total Savings	27,145	14,624	45,549	23,410	110,728
Total Baseline Impact	1,683,065	1,909,717	3,313,374	2,073,751	8,979,907
Monthly Carrying Cost	3,208	2,420	5,117	3,327	14,071
Compounded Carrying Cost		3,256	5,782	11,108	20,146
Total Carrying Cost	3,208	5,676	10,898	14,435	34,217
STD interest rate	2.29%	1.52%	1.85%	1.93%	
Total Deferral	\$1,686,272	\$1,915,393	\$3,324,273	\$2,088,186	\$9,014,124

Elizabethtown Gas Company AR Reserve Analysis - 2017 - 2020 Uncollectible History

	Jan-17	Feb-17	Mar-17	Apr-17	May-17	Jun-17	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18
Monthly Expense per G/L	465,861	370,910	378,661	190,305	127,833	100,672	93,447	96,020	98,145	122,300	218,316	67,276	523,564	462,014	935,526	226,492
3 Year Average Expense																
COVID Impact																

Elizabethtown Gas Company AR Reserve Analysis - 2017 - 2020 Uncollectible History

	May-18	Jun-18	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	Jul-19
Monthly Expense per G/L	106,438	62,666	87,400	82,385	77,709	133,976	310,638	(688,280)	468,883	392,045	980,550	411,793	141,535	105,474	100,113
3 Year Average Expense															
COVID Impact															

Elizabethtown Gas Company AR Reserve Analysis - 2017 - 2020 Uncollectible History

	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20
Monthly Expense per G/L	100,935	105,169	164,777	414,787	(194,499)	529,871	452,361	1,928,038	2,142,170	3,442,295	2,314,990
3 Year Average Expense								217,829	217,829	217,829	217,829
COVID Impact								1,710,210	1,924,341	3,224,466	2,097,162

STATE OF NEW JERSEY **BOARD OF PUBLIC UT ILITIES**

I/M/O New Jersey Board of Public Utilities Response to the COVID-19 Pandemic

BPU Docket No. AO20060471

VERIFICATION **JOHN HOUSEMAN**

John Houseman, upon his oath, deposes and says:

- I am of full age. I am Director, Accounting, of South Jersey Industries ("SJI"). SJI is + the parent company of Elizabethtown Gas Company ("ETG"), a regulatory public utility in the State of New Jersey (SJI and ETG collectively referred to hereafter as the "Company").
- I offer this verification in support of the Company's compliance with the New Jersey 2. Board of Public Utilities' COVID-19 Pandemic Order in BPU Docket No. AO16030196 (the "Order").
 - The Company has met the requirements contained in the Order as of June 30, 2020. 3.

Sworn to and subscribed

before me this 3 day of

August 2020

My Commission Expires October 28, 2023