

Elizabethtown Gas

An AGL Resources Company

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2014 SEP 19 PM 1 51

Via Electronic Mail & FedEx

NJ BPU CASE MANAGEMENT

September 17, 2014

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

Re:

In The Matter of the 2014/2015 Annual Compliance Filing for the Universal Service Fund and Lifeline Program Components Within the Societal Benefits Charge Rate Pursuant to N.J.S.A. 48:2-21 and N.J.S.A. 48:21.1 Submitted by Pivotal Utility Holdings, Inc. d/b/a Elizabethtown Gas - BPU Docket No. ER14060613 - Revised Draft Tariff

Dear Secretary Izzo:

Enclosed please find an original and ten copies of Elizabethtown Gas' revised draft tariff sheet in the above docketed matter. The revision is a result of the Board's decision to use an updated DCA budget amount which lowered the USF rate for gas from \$0.0111 per therm to \$0.0110 per therm, for a combined USF/Lifeline total of \$0.0169 per therm.

Pursuant to the Board Staff's request, in order for the Universal Service Fund rates to go into effect on October 1, 2014, the utilities are submitting, in advance of the BPU Agenda Meeting scheduled for September 30, 2014, their respective draft tariff sheets prior to September 19, 2014 with an effective date of October 1, 2014.

If you have any questions, please contact Thomas Kaufmann at (908) 771-8225 or tom.kaufmann@aglresources.com.

Respectfully submitted,

/s/ Mary Patricia Keefe

Mary Patricia Keefe, Esq. Vice President, Regulatory Affairs

cc: Alice Bator Andrea Reid

> Jerome May (electronic only) Rosalie Serapiglia (electronic only)

ELIZABETHTOWN GAS
B. P. U. NO. 14 – GAS
CANCELLING
B. P. U. NO. 13 – GAS

REVISED DRAFT

THIRTEENTH REVISED SHEET NO. 109

RIDER "D"

SOCIETAL BENEFITS CHARGE ("SBC")

Applicable to all tariff Service Classifications except those Customers under special contracts that explicitly do not permit the Company to apply increased charges or assessments as filed and approved by the NJBPU and those customers exempted pursuant to the Long-Term Capacity Agreement Pilot Program ("LCAPP"), P.L. 2011, c.9, codified as N.J.S.A. 48:3-60.1. See the LCAPP Exemption Procedures at the end of this Rider.

The SBC is designed to recover the (1) cost of Comprehensive Resource Analysis Programs that were approved by the Board pursuant to its Comprehensive Resource Analysis regulations prior to April 30, 1997. (2) cost of Manufactured Gas Plant Remediation, and (3) cost of Consumer Education and any other new programs which the Board determines should be recovered through the Societal Benefits Charge.

	SBC Rate Components:	Per Therm
1.	New Jersey Clean Energy Program ("CEP")	\$0.0385
H.	Remediation Adjustment Charge ("RAC")	\$0.0229
111.	Universal Service Fund and Lifeline:	•
	Universal Service Fund ("USF")	\$0.0110
	2. Lifeline	\$0.0059
	TOTAL	\$0.0783

In accordance with P.L. 1997, c. 162, the charges applicable under this Rider include provision for the New Jersey Sales and Use Tax, and when billed to customers exempt from this tax shall be reduced by the amount of such tax included therein.

I. New Jersey Clean Energy Program Component ("CEP")

The Comprehensive Resource Analysis ("CRA") name was changed to the Clean Energy Program - CEP per Board Order dated January 22, 2003 in Docket No. EX99050347 *et.al.* The CEP is a mechanism that will (1) establish a rate to recover the costs of the Core and Standard Offer Programs in the Company's CEP Plan which was approved by the Board of Public Utilities ("BPU") in Docket No. GE92020104, and (2) compensate the Company for the revenue erosion resulting from conservation savings created by the Standard Offer Program. The annual recovery period for the CEP is from October 1 through September 30. The CEP recovers program costs and revenue erosion incurred during the previous CEP year ended June 30.

1. CEP program costs include the costs of core programs, standard offer payments and any administrative costs not recovered directly from standard offer providers.

Date of Issue:

Effective: Service Rendered on and after October 1, 2014

Issued by:

Brian MacLean

Vice President, Operations 300 Connell Drive, Suite 3000

Berkeley Heights, New Jersey 07922

Filed Pursuant to Order of the Board of Public Utilities

Dated

in Docket No. ER14060613