



Paulsboro Natural Gas Pipeline Company
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Alan R. King
Senior Director, Natural Gas & Power

Date: October 17, 2019

VIA ELECTRONIC MAIL

To: State of New Jersey
Board of Public Utilities
44 South Clinton Avenue, 9th Floor
Post Office Box 350
Trenton, NJ 08625-0350

From: Alan King

Re: Docket No. GO19070846: Available Capacity on the Paulsboro Natural Gas Pipeline Company (PNGPC)

PBF Logistics is proud to be headquartered in New Jersey and our subsidiary, the Paulsboro Natural Gas Pipeline Company owns and operates a FERC-approved natural gas pipeline in Paulsboro, NJ. PBF Logistics is owned by PBF Energy which in turn owns and operates five oil refineries across the United States- including one in Paulsboro, NJ.

PBF representatives attended the October 1, 2019 meeting regarding "Gas Capacity and Related Issues," hosted by NJBPU. Based on comments by the state's utilities, we understand they expect a shortfall in natural gas capacity in the coming years. We appreciate the opportunity now to provide written comments in this matter and present information on certain assets of PBF Logistics that may provide relief from potential capacity constraints.

Paulsboro Natural Gas Pipeline Company (PNGPC), owns and operates a fully-permitted, directionally-drilled, 24" inch natural gas pipeline that runs under the Delaware River from the Philadelphia Airport to Paulsboro, NJ. Our pipeline has excess capacity and is well-positioned to provide an additional gas supply pathway into New Jersey. This asset offers the opportunity for redundancy to gas distribution companies or other commercial or industrial customers. This additional capacity could occur with a minimum of disruption and at relatively low cost.

PNGPC operates this FERC-approved interstate pipeline, which was installed in 2017 to deliver gas to PBF's subsidiary, Paulsboro Refining Company (PRC), the line's only

customer. The line is connected to Texas Eastern Transmission Company's (TETCO) Philadelphia lateral, adjacent to the Philadelphia International Airport.

PNGPC originally consisted of an 8" diameter former oil products line, repurposed to natural gas service. The U.S. Army Corps of Engineers mandated relocating the 8" line as part of their Delaware River channel-deepening project. The new, high pressure transmission line is 24" diameter, with a certificated capacity of 60,000 Dekatherms per day (Dt/d). The line was completed in 2017 and is capable of being re-rated to 200,000+ Dekatherms /day.

To help assure adequate supply, PNGPC's line could be connected to Adelphia Gateway or TETCO. A minor extension of the line from Paulsboro, NJ to the Transco or Columbia interstate pipelines could also be made, or the line could be easily connected to the existing PSE&G or South Jersey Gas distribution systems.

PNGPC's location and potential capacity offers an available pathway to major utilities to supplement their existing suppliers. We thank you for the opportunity to present this information, and PBF Logistics would be pleased to discuss the potential of how this additional capacity could be made available to customers in New Jersey.

Sincerely,

Alan King

Alan King, P.E.
Senior Director, Natural Gas and Power
PBF Logistics