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PSEG Services Corporation

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December 9, 2020

In The Matter of the Petition of Public Service Electric and Gas Company for Approval of the Sale of Personal Property Known as the McDonnell Douglas MD530F Helicopter BPU Docket No. EM20090599

### VIA ELECTRONIC MAIL

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

Dear Secretary Camacho-Welch:

On behalf of Public Service Electric and Gas Company ("PSE&G"), please accept this letter filing made pursuant to *I/M/O the Petition of Public Service Electric and Gas Company for Approval of the Sale of Personal Property Known as the McDonnell Douglas MD530F Helicopter* in BPU Docket No. EM20090599.

### **Background**

On September 18, 2020, PSE&G filed a petition with the New Jersey Board of Public Utilities ("Board") seeking approval of the sale of its McDonnell Douglas MD530F helicopter and all personal property associated with the helicopter to the buyer ("Buyer") for a purchase price of \$1,300,000.

In an Order dated October 28, 2020, the Board approved the sale of the helicopter.<sup>1</sup> The Board included several conditions in its Order including the following "Condition 7":

7. Within 30 days of the date of the closing on this transaction, the Company shall file with the Board proof of the closing, net transaction costs, and final journal entries along with a detailed calculation, including selling expenses, of the sale.

<sup>&</sup>lt;sup>1</sup> I/M/O the Petition of Public Service Electric and Gas Company for Approval of the Sale of Personal Property Known as the McDonnell Douglas MD530F Helicopter, BPU Docket No. EM20090599, dated October 28, 2020.

### Closing

On November 10, 2020, PSE&G and the Buyer closed on the transaction. In accordance with Condition 7, PSE&G hereby provides proof of the closing, net transaction costs, and final journal entries along with a detailed calculation, including selling expenses, of the sale.

### **Proof of Closing**

Attached as Exhibit A, please find PSE&G's proof of closing.

### **Net Transaction Costs**

Attached as Exhibit B, please find PSE&G's net transaction costs.

### Final Journal Entry

Attached as Exhibit C, please find PSE&G's final journal entries along with a detailed calculation, including selling expenses, of the sale.

Consistent with the Order issued by the Board in connection with *In the Matter of the New Jersey Board of Public Utilities' Response to the COVID-19 Pandemic for a Temporary Waiver of Requirements for Certain Non-Essential Obligations*, BPU Docket No. EO20030254, Order dated March 19, 2020, this document is being filed electronically with the Secretary of the Board and the New Jersey Division of Rate Counsel. No paper copies will follow.

Please advise if you have any questions regarding the foregoing. Thank you for your cooperation in this matter.

Very truly yours,

Joseph A. Shea, Jr.

C Attached Service List (electronic only)

### Public Service Electric and Gas Company McDonnell Douglas MD530F Helicopter Sale

### **BPU**

Christopher Oprysk Board of Public Utilities 44 South Clinton Avenue, 9<sup>th</sup> Floor P.O. Box 350 Trenton NJ 08625-0350 christopher.oprysk@bpu.nj.gov

### **BPU**

Stacy Peterson Board of Public Utilities 44 South Clinton Avenue 9th Floor P.O. Box 350 Trenton NJ 08625-0350 (609) 292-4517 stacy.peterson@bpu.nj.gov

### PSE&G

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### **Rate Counsel**

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### Rate Counsel

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### **BPU**

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### PSE&G

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### PSE&G

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### **BPU**

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### PSE&G

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### Rate Counsel

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### **Exhibit A**

# **Proof of Closing**

- 1. Wire transfer of purchase price (*minus* broker fees, title services<sup>1</sup>) from the Buyer to PSE&G's account with JP Morgan.
- 2. U.S Department of Transportation, Federal Aviation Administration, Aircraft Bill of Sale and Aircraft Registration Application, filed with the FAA on November 10, 2020.
- 3. Delivery Receipt executed by the Buyer, acknowledging receipt of the helicopter.

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<sup>&</sup>lt;sup>1</sup> See Exhibit B.

Exhibit A-1

### **PSEG**

J.P.Morgan

\*\* All values are subject to verification and adjustments. \*\*

### **Transaction Details**

Transaction Information Bank ID Acct. Number Status Completed - Straight Bank Name Acct. Name PS ELEC GAS CO JPMORGAN CHASE NEW YORK **BAI Code** Credit/Debit Value Date CR 11/10/2020 Transaction Date **Amount** Description 1,259,700.00 USD 11/10/2020 CHIPS CREDIT Immediate Available Transaction Type 1,259,700.00 USD CHIP 1 Day Available **Customer Reference** 0.00 USD Bank Reference 2 Day Available 0.00 USD 3+ Day Available 0.00 USD Remarks / Additional Transaction FROM=BANK OF AMERICA, N.A. SUPE 222 BROADWAY NEW YORK NY INSURED AIRCRAFT TITLE SERVICE LLC 21 E MAIN STE 100 OKLAHOMA CITY 73104 US OK B/O BANK=BANK OF AMERICA, N A. 222 BROADWAY NEW YORK NY Notes 0 Notes Created By Created On Updated On Notes

There are no Notes associated with this transaction.

Transaction Details

Created On: 11/10/2020 10:00 AM EST

# ORIGINAL DOCUMENT FILED AT THE F.A.A. BY

I.A.T.S. DATE: 11-1020 TIME: 10:05AM, C.S.T.

# UNITED STATES OF AMERICA U.S. DEPARTMENT OF TRANSPORTATION FEDERAL AVIATION ADMINISTRATION AIRCRAFT BILL OF SALE

FOR AND IN CONSIDERATION OF \$10.00 & OVC THE UNDERSIGNED OWNER(S) OF THE FULL LEGAL AND BENEFICIAL TITLE OF THE AIRCRAFT DESCRIBED AS FOLLOWS:

UNITED STATES

REGISTRATION NUMBER

N532EZ

AIRCRAFT MANUFACTURER & MODEL

# MD Helicopters Inc. 369FF

AIRCRAFT SERIAL NUMBER

0146FF

PURCHASER

DOES THIS 16th DAY OF NOVEMBER , 2020, HEREBY SELL, GRANT, TRANSFER AND DELIVER ALL RIGHTS, TITLE, AND INTERESTS IN AND TO SUCH AIRCRAFT UNTO:

NAME AND ADDRESS (IF INDIVIDUAL(S), GIVE LAST NAME, FIRST NAME, AND MIDDLE INITIAL)

Tim L. Harding 15696 Harding Road Bryan, TX 77807

DEALER CERTIFICATE NUMBER

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AND TO ITS SUCCESSORS, EXECUTORS, ADMINISTRATORS, AND ASSIGNS TO HAVE AND TO HOLD SINGULARLY THE SAID AIRCRAFT FOREVER AND WARRANTS THE TITLE THEREOF.

nıy

IN TESTIMONY WHEREOF

HAVE SET

HAND THIS 10th DAY OF November, 2020.

	NAME(S) OF SELLER (TYPED OR PRINTED)	SIGNATURE(S) (IN INK) (IF EXECUTED FOR CO- OWNERSHIP, ALL MUST SIGN.)	TITLE (TYPED OR PRINTED)
LER	PSE&G	John -	President and COO PSEG Utllities and Clean Energy Ventures/President - Public Service Electric and Gas Company
SEL			

ACKNOWLEDGMENT (NOT REQUIRED FOR PURPOSES OF FAA RECORDING: HOWEVER, MAY BE REQUIRED BY LOCAL LAW FOR VALIDITY OF THE INSTRUMENT.)

# FILED AT THE F.A.A. BY I.A.T.S. DATE: 11-10-20 TIME: 10:05/24, C.S.T.

# UNITED STATES OF AMERICA - DEPARTMENT OF TRANSPORTATION FEDERAL AVIATION ADMINISTRATION - MIKE MONRONEY AERONAUTICAL CENTER

## AIRCRAFT REGISTRATION APPLICATION

UNITED STATES REGISTRATION NUMBER N532EZ	TYPE OF 2	, Individual , Partnership								
MANUFACTURER MD Helicopters Inc. 369FF	(Check one box )	, Corporation . Co-Owner . Government								
SERIAL 0146FF	□ a	Limited Liability Company (LLC) Non-Citizen Corporation Non-Citizen Corporation Co-Owner								
NAME(S) OF APPLICANT(S) [Person(s) shown on evidence of ownership, if Individual, give last name, first name and middle initial.]  Harding, Tim L.										
TELEPHONE NUMBER: (800) 852-3758										
MAILING ADDRESS (Permanent mailing address for first applicant on list.)	-11°									
NUMBER AND STREET: 15696 Harding Road										
RURAL ROUTE:	P.O. BOX									
CITY: Bryan STATE: TX	ZIP: 77807									
PHYSICAL ADDRESS/LOCATION IF P.O. BOX OR RURAL ROUTE BOX USED FO	AR MAILING ARRESS									
NUMBER AND STREET:	A MAILING ADDRESS									
CITY: STATE:	ZIP:									
CHECK HERE IF YOU ARE ONLY REI										
CERTIFIC		DRESS								
WE CERTIFY:  (1) That the above aircraft is owned by the undersigned applicant who is: (MUST CHECK AND/OR COMPLETE a, b, c, or d)  a. A citizen of the United States as defined by 49 USC 40101(15);  b. A resident alien with alien registration (Form 1-551) No.  c. A non-citizen corporation organized and doing business under the laws of (state)  and said aircraft										
is based and primarily used in the United States. Records of flight hours are available for inspection at (provide complets physical address):  d. A corporation using a voting trust to qualify. Enter name of trustee										
(2) If box c or d above is checked, I, the below signed, certify that I am authorized, by the applicant shown above, to sign corporate documents and to seek aircraft registration on behalf of the entity and that I will provide the same authorization if requested;  (3) That the aircraft is not registered under the laws of any foreign country; and  (4) That legal evidence of ownership is attached or has been filed with the Federal Aviation Administration.  ANY AND ALL SIGNATORIES OF THIS APPLICATION MUST READ THE FOLLOWING AND UNDERSTAND THAT, BY APPLYING A SIGNATURE TO THIS DOCUMENT, THEY ARE SUBJECT TO THE REFERENCED STATUTES AND ASSOCIATED PENALTIES.  I hereby certify that the information provided herein and in any attachments to the application for aircraft registration is true, accurate and correct to the best of my knowledge and belief. I understand that the information provided by me will be relied on by the FAA administrator in his/her determination of qualification for aircraft registration. I understand that whoever, in any matter within the jurisdiction of any department or agency of the United States,										
knowingly and willfully falsifies, conceals or covers up (by any trick, scheme or device) a material fact or who makes any false, misleading or fraudulent statements or representations or entry, may be fined up to \$250,000 or imprisoned not more than five (5) years or both (18 U.S.C. Sections 1001 and 3571). I understand that, should I intentionally provide any inaccurate or false Information, registration of the subject aircraft may be revoked.  NOTE: If executed for co-ownership, all applicants must sign. Use next page and add page(s) if necessary.										
SIGNATURE: DocuSigned by:	DATE: //-/(	0-20								
TYPED/PRINTED TIM L. Harding	TITLE: Individua									
SIGNATURE:	DATE:									
TYPED/PRINTED NAME:	TITLE:									

NOTE: Except when the most recent registration of the subject aircraft is expired or cancelled, 14 CFR 47.31(c) provides for an airworthy U.S. aircraft to be operated for up to 90 days within the United States when a copy of the signed application for its registration is carried in the aircraft while awaiting issuance and receipt of the new registration cartificate.

### DELIVERY RECEIPT

Pursuant to that certain Helicopter Sale and Purchase Agreement (the "Agreement") dated as of August 28, 2020, by and between PUBLIC SERVICE ELECTRIC & GAS COMPANY ("Seller") and TIM L. HARDING ("Purchaser"), the Purchaser hereby acknowledges acceptance of delivery of that certain (i) McDonnell Douglas MD530F helicopter bearing Manufacturer's Serial Number 0146FF and U.S. Registration Number N532EZ (the "Airframe"), together with one (1) installed Rolls-Royce model 250-C30 engine, bearing manufacturer's serial number CAE-900196 (the "Engine"), (ii) all related instruments, avionics appliances, appurtenances, accessories, furnishings, components and parts appurtenant thereto, or other equipment of whatever nature incorporated or installed in or attached to the Airframe or Engine and (iii) all Aircraft Documents (collectively, the "Aircraft"), from Seller, at [11:05] o'clock (am / pm) Eastern Standard Time on the [16th] day of [November] 2020, at Linden, New Jersey, USA. Purchaser hereby acknowledges that the Aircraft satisfies all of the requirements, terms and conditions of the Agreement.

By reason of the execution and delivery by Purchaser of this Delivery Receipt, it is conclusively presumed that (i) Purchaser has approved and accepted the Aircraft in "AS IS, WHERE IS, WITH ALL FAULTS" CONDITION WITHOUT RECOURSE OR WARRANTY OF ANY KIND, EXCEPT THE WARRANTY OF TITLE, AND, EXCEPT FOR THE WARRANTY OF TITLE PROVIDED IN SELLER'S WARRANTY BILL OF SALE, SELLER DOES NOT MAKE, GIVE, OR EXTEND ANY WARRANTIES OR REPRESENTATIONS OF ANY KIND OR NATURE WHATSOEVER, EXPRESS OR IMPLIED, WHETHER ARISING IN LAW, IN EQUITY, IN CONTRACT, OR IN TORT, AND INCLUDING, WITHOUT LIMITATION, ANY IMPLIED WARRANTY OF MERCHANTABILITY, AIRWORTHINESS, DESIGN, CONDITION, OR FITNESS FOR A PARTICULAR USE.

TIM L. HARDING	DocuSigned by:		
Ву:	tim L. Harding		
Name: Tim L	Harding		
Title: Individua	al/Owner		

PURCHASER:

### Exhibit B

# **Net Transaction Costs**

Purchase Price \$ 1,300,000 A

Less: Transaction costs paid

at settlement:

Title Services 1,300
Broker/Marketing Services 39,000
40,300 B

Net proceeds at settlement \$ 1,259,700 A minus B (Note 1)

Less: Transaction costs paid directly by PSE&G:

 Appraisal Services
 7,019

 Outside Legal Counsel
 34,955

 41,974
 C

Net Proceeds \$ 1,217,726 A minus B minus C

Summary of Transaction costs:

Paid at Settlement \$ 40,300
Paid directly by PSE&G 41,974
Total Transaction Costs \$ 82,274

Note 1: Agrees to wire transfer per Exhibit A.

# Exhibit C Final Journal Entry

(Including a detailed calculation showing selling expenses)

# Final journal entry:

DR/(CR)	Acct No.	cct No. Account Name		<u>Amo</u>	<u>Amount</u>		
DR	131	Cash	\$	1,217,726			
DR	108	Accumulated Depreciation	\$	678,066			
CR	101	Transportation Equipment			\$	(1,360,174)	
CR	421.1	Gain on Disposition of Property			\$	(535,618)	

See Exhibit B for details of selling expenses and calculation of net cash proceeds.