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Deborah M. Franco, Esq.
VP/Rates, Regulatory & Sustainability

July 22, 2021

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, 2021. 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,

A handwritten signature in black ink that reads "Deborah M. Franco".

Deborah M. Franco

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Enclosure

cc: Brian Lipman, Esq.
Stacy Peterson
Bob Brabston
Stefanie Brand
Deborah M. Franco
John Houseman

**Elizabethtown Gas Company
Estimated COVID impact
As of June 2021
Incremental Costs/(Savings)***

Description	Mar-20	Apr-20	May-20	Jun-20	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21
Uncollectible Expense	1,713,040	1,932,920	3,236,113	2,108,808	575,812	482,238	(740,504)	(1,427,664)	(1,417,837)	(250,181)	93,352	820,384	1,061,492	2,218,442	2,104,213
COVID test kits			10,215					185	400		287	90			1,062
Overtime			2,773							9,099	2,154	620	(26)		
Hazard pay			86,000												
Masks, cleaning supplies, computer peripherals			34,076		3,028	3,812	9,511	6,910	3,485	3,874	4,212	830	17,168	3,805	96,018
Security					216	9,639	7,575	5,020	6,576	5,508	25,775	4,552	20,697	12,501	8,876
Parking costs in lieu of taking public transportation			1,334		600										
Total Incremental Costs	1,713,040	1,932,920	3,370,570	2,108,808	579,456	495,689	(723,418)	(1,415,549)	(1,407,376)	(231,700)	125,780	826,476	1,099,332	2,234,749	2,210,170
Travel	7,220		7,367		10,888	9,400	13,387	14,762	4,497	13,909	11,247	14,796	8,535	6,317	8,143
Tradeshaw/Conference Displays & Signage	2,500				(2,482)										
Fuel Cost Savings (net of capitalized portion)	17,425	14,624	38,182	23,410	1,941	4,807	8,029	10,153	50						
Care Act Employee Retention Credit										410,777					
Total Savings	27,145	14,624	45,549	23,410	10,347	14,207	21,416	24,915	4,547	424,685	11,247	14,796	8,535	6,317	8,143
Total Baseline Impact	1,685,895	1,918,296	3,325,021	2,085,398	569,109	481,482	(744,834)	(1,440,464)	(1,411,922)	(656,385)	114,533	811,680	1,090,796	2,228,432	2,202,027
Monthly Carrying Cost	3,213	2,431	5,135	3,345	915	774	(1,198)	(2,317)	(2,271)	(1,056)	184	1,305	1,754	3,510	2,606
Compounded Carrying Cost		2,140	5,578	11,145	14,552	15,492	16,292	15,119	12,822	10,569	9,528	9,728	11,051	12,560	12,093
Total Carrying Cost	3,213	4,571	10,712	14,491	15,467	16,266	15,094	12,802	10,552	9,513	9,712	11,033	12,806	16,070	14,699
STD interest rate	2.29%	1.52%	1.85%	1.93%	1.93%	1.93%	1.93%	1.93%	1.93%	1.93%	1.93%	1.93%	1.93%	1.89%	1.42%
Total Deferral	\$1,689,108	\$1,922,867	\$3,335,734	\$2,099,889	\$584,576	\$497,748	(\$729,740)	(\$1,427,662)	(\$1,401,371)	(\$646,872)	\$124,246	\$822,714	\$1,103,602	\$2,244,502	\$2,216,725
Cumulative deferral	\$1,689,108	\$3,611,975	\$6,947,709	\$9,047,598	\$9,632,173	\$10,129,921	\$9,400,182	\$7,972,520	\$6,571,149	\$5,924,277	\$6,048,523	\$6,871,236	\$7,974,838	\$10,219,340	\$12,436,065

*The Company reserves its rights to adjust the cost/savings categories in the future to address evolving pandemic conditions as they arise.

Elizabethtown Gas Company
AR Reserve Analysis - 2017 - 2021
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
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
LESS: commission recoded to provision	11,419	12,100	8,226	10,199	15,033	7,897	466	8,754	11,794	6,705	16,116	13,829
Revised monthly expenses	454,442	358,810	370,435	180,106	112,799	92,775	92,981	87,266	86,351	115,595	202,200	53,447

3 Year Average Expense

COVID Impact

Elizabethtown Gas Company
AR Reserve Analysis - 2017 - 2021
Uncollectible History

	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18
Monthly Expense per G/L	523,564	462,014	935,526	226,492	106,438	62,666	87,400	82,385	77,709	133,976	310,638
LESS: commission recoded to provision	20,376	6,935	7,291	10,134	11,480	11,390	11,824	13,538	16,039	11,391	23,574
Revised monthly expenses	503,188	455,078	928,235	216,358	94,958	51,276	75,576	68,847	61,671	122,585	287,064

3 Year Average Expense

COVID Impact

**Elizabethtown Gas Company
 AR Reserve Analysis - 2017 - 2021
 Uncollectible History**

	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	Jul-19	Aug-19	Sep-19	Oct-19
Monthly Expense per G/L	(688,280)	468,883	392,045	980,550	411,793	141,535	105,474	100,113	100,935	105,169	164,777
LESS: commission recoded to provision	14,818	7,793	10,136	8,945	13,968	11,048	11,022	7,540	5,930	9,081	7,735
Revised monthly expenses	(703,098)	461,090	381,909	971,605	397,825	130,487	94,453	92,573	95,005	96,088	157,042

3 Year Average Expense

COVID Impact

Elizabethtown Gas Company
AR Reserve Analysis - 2017 - 2021
Uncollectible History

	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	Jul-20	Aug-20	Sep-20	Oct-20
Monthly Expense per G/L	414,787	(194,499)	529,871	452,361	1,919,222	2,139,102	3,442,295	2,314,990	781,994	688,420	(534,322)	(1,221,482)
LESS: commission recoded to provision	17,343	27,415										
Revised monthly expenses	397,444	(221,914)										
3 Year Average Expense					206,182	206,182	206,182	206,182	206,182	206,182	206,182	206,182
COVID Impact					1,713,040	1,932,920	3,236,113	2,108,808	575,812	482,238	(740,504)	(1,427,664)

Elizabethtown Gas Company
AR Reserve Analysis - 2017 - 2021
Uncollectible History

	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	Total
Monthly Expense per G/L	(1,211,655)	(43,999)	299,534	1,026,566	1,267,674	2,424,624	2,310,395	929,351	16,532,712
LESS: commission recoded to provision & Revised monthly expenses									
3 Year Average Expense	206,182	206,182	206,182	206,182	206,182	206,182	206,182	206,182	3,298,912
COVID Impact	(1,417,837)	(250,181)	93,352	820,384	1,061,492	2,218,442	2,104,213	723,169	13,233,800

**STATE OF NEW JERSEY
BOARD OF PUBLIC UTILITIES**

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

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BPU Docket No. AO20060471

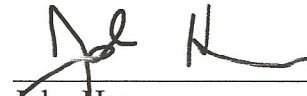
**VERIFICATION
JOHN HOUSEMAN**

John Houseman, upon his oath, deposes and says:

1. 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”).


2. I offer this verification in support of the Company’s compliance with the New Jersey Board of Public Utilities’ COVID-19 Pandemic Order in BPU Docket No. AO16030196 (the “Order”).

3. The Company has met the requirements contained in the Order as of June 30, 2021.



John Houseman
Director

Sworn to and subscribed
before me this 23rd day of
July 2021


CAROLYN A. JACOBS
Notary Public
NOTARY PUBLIC OF NEW JERSEY
My Commission Expires October 28, 2023

