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Deborah M. Franco, Esq.  
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October 19, 2021

Aida Camacho-Welch  
Office of the Secretary  
NJ Board of Public Utilities  
44 South Clinton Avenue  
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 reference matters, enclosed please find South Jersey Gas Company's Quarterly Report for period ending September 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.

Please do not hesitate to contact me, should you have any questions.

Respectfully,

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

Deborah M. Franco

DF:caj/fl14  
Attachments

cc: Brian Lipman  
Stacy Peterson  
Bob Brabston  
Maura Caroselli

Paul Lupo  
John Houseman  
Dominick DiRocco

**South Jersey Gas Company  
Estimated COVID Impact  
As of September 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	Jun-21	Jul-21	Aug-21	Sep-21	Total
Uncollectible Expense	754,841	(193,498)	(45,693)	126,052	233,428	173,295	2,682,614	(189,058)	550,499	752,689	891,105	907,467	395,140	132,298	211,169	(566,548)	411,610	319,413	328,692	7,875,515
Masks and cleaning supplies, temperature screening services																				
Hazard pay			90,047		23,083	48,860	17,990	22,912	9,141	12,734	10,119	6,287	7,361	13,508	9,666	5,879	2,409	1,852	2,088	281,936
Legal advice			104,000					2,131												104,000
Safety signs																				2,131
Customer Bill of Rights Mailer BPU						9,170														9,170
Mileage reimbursement																				101,504
<b>Total incremental Costs</b>	<b>754,841</b>	<b>(193,498)</b>	<b>150,588</b>	<b>126,052</b>	<b>261,414</b>	<b>232,772</b>	<b>2,704,200</b>	<b>(164,690)</b>	<b>560,591</b>	<b>764,465</b>	<b>901,500</b>	<b>913,754</b>	<b>406,832</b>	<b>147,706</b>	<b>221,472</b>	<b>(559,187)</b>	<b>415,335</b>	<b>322,464</b>	<b>431,860</b>	<b>8,396,471</b>
Conferences/Travel Expenses	14,261	11,359	14,533	14,533	7,693	17,713	26,089	16,023	8,985	19,584	10,336	14,506	23,462	17,286	29,115	23,118	10,828	3,553	24,850	307,827
Utilities Shared Services Contractor Expense	2,825	6,578	8,573	8,573	3,163	8,000	8,000	8,000	10,000	9,038	9,208	10,000	10,000	10,000	10,000	10,000	12,000	9,800	12,000	173,800
ACHQ Café shutdown		8,000	8,000	8,000	8,000	8,000	8,000	8,000	10,000	7,000	7,000	7,000	7,000	7,000	6,000	6,000	5,000	2,500	2,000	111,500
ACHQ reduced cleaning & plant maintenance cost		8,000	8,000	8,000	8,000	8,000	8,000	8,000	10,000	7,000	7,000	7,000	7,000	7,000	6,000	6,000	5,000	2,500	2,000	111,500
ACHQ reduced staffing (contractor)										1,500	1,500	1,500	1,500	1,500	1,800	1,500	1,000	1,000	1,000	18,300
ACHQ reduced exterior landscaping services										2,500	2,500	2,000	2,000	1,500	1,500	1,500	1,500	1,500	1,500	21,600
ACHQ holiday decorations										12,000										12,000
Fuel Cost Savings (net of capitalized portion)	9,070	9,965	11,939	733	8,290	7,541	10,426	10,426	(18,186)		1,921						5,907	2,339		60,371
CARES Act Employee Retention Credit																				
										66,652										66,652.00
<b>Total Savings</b>	<b>26,156</b>	<b>43,902</b>	<b>51,045</b>	<b>31,266</b>	<b>31,983</b>	<b>44,417</b>	<b>53,515</b>	<b>43,449</b>	<b>12,799</b>	<b>127,774</b>	<b>41,965</b>	<b>34,506</b>	<b>44,462</b>	<b>36,286</b>	<b>48,515</b>	<b>58,500</b>	<b>31,667</b>	<b>18,353</b>	<b>45,258</b>	<b>825,818</b>
<b>Total Baseline Impact</b>	<b>728,685</b>	<b>(237,400)</b>	<b>99,543</b>	<b>94,786</b>	<b>229,431</b>	<b>188,355</b>	<b>2,650,685</b>	<b>(208,139)</b>	<b>547,792</b>	<b>636,691</b>	<b>859,535</b>	<b>879,248</b>	<b>362,370</b>	<b>111,420</b>	<b>172,957</b>	<b>(617,687)</b>	<b>383,668</b>	<b>304,111</b>	<b>386,602</b>	<b>7,572,653</b>
Monthly Carrying Cost	1,166	(276)	86	64	88	57	620	(35)	91	108	138	132	54	17	25	(91)	58	46	58	2,406
Compounded Carrying Cost		846	426	402	264	260	259	626	589	694	760	840	972	1,026	1,015	1,054	977	1,034	1,060	13,348
<b>Total Carrying Cost</b>	<b>1,166</b>	<b>572</b>	<b>514</b>	<b>468</b>	<b>352</b>	<b>337</b>	<b>879</b>	<b>592</b>	<b>680</b>	<b>802</b>	<b>898</b>	<b>971</b>	<b>1,026</b>	<b>1,043</b>	<b>1,040</b>	<b>963</b>	<b>1,034</b>	<b>1,080</b>	<b>1,138</b>	<b>15,554</b>
STD Interest rate	1.92%	1.40%	1.04%	0.82%	0.46%	0.37%	0.28%	0.20%	0.20%	0.20%	0.19%	0.18%	0.18%	0.18%	0.18%	0.18%	0.18%	0.18%	0.18%	0.18%
<b>Total Deferral</b>	<b>\$729,851</b>	<b>(\$236,827)</b>	<b>\$100,057</b>	<b>\$95,254</b>	<b>\$229,783</b>	<b>\$188,692</b>	<b>\$2,651,564</b>	<b>(\$207,547)</b>	<b>\$548,472</b>	<b>\$637,493</b>	<b>\$860,433</b>	<b>\$880,219</b>	<b>\$363,396</b>	<b>\$112,463</b>	<b>\$173,997</b>	<b>(\$616,724)</b>	<b>\$384,702</b>	<b>\$305,191</b>	<b>\$387,740</b>	<b>\$7,588,207</b>
<b>Cumulative deferral</b>	<b>\$729,851</b>	<b>\$493,024</b>	<b>\$593,081</b>	<b>\$688,334</b>	<b>\$918,117</b>	<b>\$1,106,809</b>	<b>\$3,758,373</b>	<b>\$3,550,826</b>	<b>\$4,099,297</b>	<b>\$4,736,790</b>	<b>\$5,597,223</b>	<b>\$6,477,442</b>	<b>\$6,840,838</b>	<b>\$6,953,301</b>	<b>\$7,127,298</b>	<b>\$6,510,574</b>	<b>\$6,895,276</b>	<b>\$7,200,467</b>	<b>\$7,588,207</b>	

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







South Jersey Gas Company  
 AR Reserve Analysis - 2017 - 2021  
 Uncollectible History

	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20
Total Expense per G/L	1,468,414	1,154,501	(758,747)	419,700	567,505	739,250	846,626	786,493	3,295,812	424,140	1,163,697	1,365,887
3 Year Average Expense			613,198	613,198	613,198	613,198	613,198	613,198	613,198	613,198	613,198	613,198
COVID Impact			754,841	(193,498)	(45,693)	126,052	233,428	173,295	2,682,614	(189,058)	550,499	752,689

**South Jersey Gas Company**  
**AR Reserve Analysis - 2017 - 2021**  
**Uncollectible History**

	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	Jul-21	Aug-21	Sep-21	Total
Total Expense per G/L	1,504,303	1,520,665	1,008,338	745,496	824,367	46,650	1,024,808	932,611	941,890	17,399,491
3 Year Average Expense	613,198	613,198	613,198	613,198	613,198	613,198	613,198	613,198	613,198	11,650,762
<b>COVID Impact</b>	<b>891,105</b>	<b>907,467</b>	<b>395,140</b>	<b>132,298</b>	<b>211,169</b>	<b>(566,548)</b>	<b>411,610</b>	<b>319,413</b>	<b>328,692</b>	7,875,515

**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**

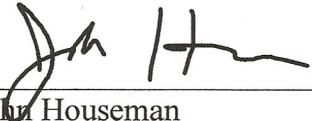
**VERIFICATION  
JOHN HOUSEMAN**

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 South Gas Company (“SJG”), a regulatory public utility in the State of New Jersey (SJI and SJG 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 September 30, 2021.

  
\_\_\_\_\_  
John Houseman  
Director

Sworn to and subscribed  
before me this 18<sup>th</sup> day of  
September 2021

  
\_\_\_\_\_  
Notary Public

CAROLYN A. JACOBS

NOTARY PUBLIC OF NEW JERSEY

My Commission Expires October 28, 2023

