

Sheree L. Kelly, JD, MBA Regulatory Affairs Counsel 520 Green Lane Union, NJ 07083 T: (908) 662-8352 F: (908) 662-8496 skelly@sjindustries.com

November 18, 2021

Electronic Filing

Aida Camacho-Welch, Secretary Board of Public Utilities 44 South Clinton Avenue P.O. Box 350 Trenton, NJ 08625-0350

RE: I/M/O The Petition of Elizabethtown Gas Company to Review its Periodic Basic Gas Supply Service Rate BPU Docket No. GR21060876

NOTICE OF INTENT TO EXERCISE SELF-IMPLEMENTING RATE INCREASE EFFECTIVE DECEMBER 1, 2021

Dear Secretary Camacho-Welch:

Elizabethtown Gas Company ("ETG" or the "Company"), hereby submits this notice of intent to self-implement a Periodic Basic Gas Supply Service ("BGSS-P") rate adjustment based on a 5% increase of the monthly bill of a typical residential customer using 100 therms to be effective December 1, 2021 ("Notice"), consistent with the requirements set forth in the New Jersey Board of Public Utilities ("BPU" or "Board") "Order Approving BGSS Pricing Structure," dated January 6, 2003, in BPU Docket No. GX01050304 ("January 6th Order") and the Order on Emergent Motion for Further Provisional Rates dated November 17, 2021, in BPU Docket No. GX01050304 ("November 17th Order"). This Notice is hereby made to Board Staff ("Staff") and the New Jersey Division of Rate Counsel ("Rate Counsel") pursuant to the terms of the January 6th and November 17th Orders.

I. BACKGROUND

On June 1, 2021, ETG filed a petition in the above referenced docket seeking approval to increase its BGSS-P rate for the 2021/2022 BGSS year from \$0.3783¹ per therm to \$0.4367 per therm. On August 10, 2021, the Company amended the Petition with no change to the requested rate. The Company's requested increase was based on forecasted information including the May 6, 2021 New York Mercantile Exchange ("NYMEX") natural gas futures settlement prices. By Board Order dated November 17, 2021 in this proceeding, the Board approved a Stipulation authorizing ETG to increase its BGSS-P rate to \$0.4254 per therm on a provisional basis, subject to refund, effective December 1, 2021.

Since the time of the June 1 and August 10, 2021 filings, commodity gas costs have risen significantly. As of October 21, 2021, the 12 month natural gas NYMEX strip price (the average of the monthly futures prices for a 12 month period) for October 2021 through September 2022 increased by 64 percent from ETG's original filing. The December 2021 through March 2022 winter months increased an average of \$2.162 per dekatherm (\$0.2162 per therm), or 68 percent. Due to a combination of factors, and prices projected to remain at high levels through the winter season, it is necessary and prudent for ETG to increase its BGSS-P rate now to reduce the potential for a significant under-recovery and to send the right pricing signals to its customers in a timely manner.

A. <u>SELF-IMPLEMENTING RATE INCREASE</u>

The January 6th Order provides that a gas distribution company that submits an annual BGSS filing no later than June 1 of each year with an implementation date of October 1 of the same year may file two additional self-implementing BGSS-P rate increases to be effective in the next succeeding winter upon written notice to the Staff and Rate Counsel. Such increases may take effect on December 1 and February 1, subject to the requirement that the written notice to Staff and Rate

¹ All rates stated herein include Sales and Use Tax.

Counsel of the intention to implement a self-implementing rate increase on December 1 and February 1 be given no later than November 1 and January 1. The January 6th Order further provides that notices for December or February increases shall include specific reference to the previous annual filing with justification and supporting documentation explaining the need for the periodic increase. The approximate amount of the increase based on current market conditions shall also be provided.

After consideration of the increases in the wholesale market price for natural gas and the projected under-recovery status of the gas cost recovery balance, it is necessary for ETG to implement the BGSS-P rate increase as authorized by the January 6th Order. This written notice to Staff and Rate Counsel of the Company's intent to self-implement the rate increase on December 1 is made in accordance with the waiver authorized by the November 17th Order. The November 17th Order waived the requirement in the January 6th Order and as may be indicated in ETG's relevant tariff. that this notice be provided no later than November 1, 2021.

The requisite supporting documentation is provided with this Notice and demonstrates that the self-implementing rate increase, effective December 1, 2021, adjusts the provisional BGSS-P rate from \$0.4254 per therm to \$0.4798 per therm, resulting in an increase of the bill of a typical residential heating customer using 100 therms a month by \$5.44 from \$108.86 to \$114.30, or 5% compared to rates in effect November 1, 2021.² Absent the December 1, 2021 self-implementing increase, ETG currently projects an under-recovery of BGSS costs of approximately \$19 million for the twelve months ending September 30, 2022.

B. <u>SUPPORTING DOCUMENTATION</u>

Pursuant to the terms of the January 6th Order, enclosed is the following supporting documentation:

² As discussed above, the January 6th Order authorizes the State's gas utilities to effect self-implementing rate adjustments up to a maximum of 5% of the residential customer bill.

Exhibit A:

Schedule 1 – Calculation of the Basic Gas Supply Service Charge - Periodic for Gas Purchased for the period October 1, 2021 through September 30, 2022;

Schedule 2 – Comparison of NYMEX prices based on the October 21, 2021 NYMEX Futures close and those used in the June 1 and August 10, 2021 BGSS filings;

Schedule 3 – Statement of Gas Sendout for the Projected Period October 1, 2021 through September 30, 2022;

Schedule 4 – Statement of Over/Under Recoveries of Gas Costs for the Period October 1, 2020 through September 30, 2021; and

Schedule 5 – Statement of Over/Under Recoveries of Gas Costs for the Projected Period October 1, 2021 through September 30, 2022 assuming (1) the Self-implementing BGSS-P Rate Effective December 1, 2021; and (2) the provisional BGSS-P Rate.

Exhibit B: Bill Impacts

Exhibit C: Proposed Tariff sheets.

C. <u>PUBLIC NOTICE</u>

The potential for this self-implementing increase was included and sufficiently detailed in the public notice of ETG's filing and was the subject of telephonic public hearings conducted on August 25, 2021.

II. CONCLUSION

Based on the foregoing, including the authority granted by the January 6th Order and the November 17th Order, ETG has provided the requisite notice to self-implement a rate increase effective December 1, 2021. Should circumstances change that warrant reconsideration or an increase less than the self-implementing BGSS-P rate described in this Notice, ETG will promptly

notify the Board, Staff and Rate Counsel. ETG shall make a compliance filing no later than November 30, 2021 reflecting final Tariff sheets effective December 1, 2021.

Respectfully submitted,

ELIZABETHTOWN GAS COMPANY

Kelly here 7 By:

Sheree Kelly Regulatory Affairs Counsel SJI Utilties, Inc

SLK: Enclosures

cc: Service List (attached)



IN THE MATTER OF THE PETITION OF ELIZABETHTOWN GAS COMPANY TO REVIEW ITS PERIODIC BASIC GAS SUPPLY SERVICE RATE BPU DOCKET NO. GR21060876

SERVICE LIST

Thomas Kaufmann Elizabethtown Gas Company 520 Green Lane Union, NJ 07083 tkaufmann@sjindustries.com

Gary Akmentins Elizabethtown Gas Company 520 Green Lane Union, NJ 07083 gakmentins@sjindustries.com

Sheree Kelly SJI Utilities, Inc. 520 Green Lane Union, NJ 07083 <u>skelly@sjindustries.com</u>

Paul Lupo Board of Public Utilities 44 South Clinton Avenue Post Office Box 350 Trenton, NJ 08625-0350 Paul.Lupo@bpu.nj.gov

Maura Caroselli, Esq. **Division of Rate Counsel** 140 East Front Street, 4th Floor P.O. Box 003 Trenton, NJ 08625 <u>mcaroselli@rpa.nj.gov</u>

Terel Klein, DAG Dept. of Law & Public Safety Richard J. Hughes Justice Complex Public Utilities Section 25 Market Street, P.O. Box 112 Trenton, NJ 08625 Terel.Klein@law.njoag.gov Susan Potanovich Elizabethtown Gas Company 520 Green Lane Union, NJ 07083 spotanovich@sjindustries.com

Deborah M. Franco, Esq. SJI Utilities, Inc. 520 Green Lane Union, NJ 07083 dfranco@sjindustries.com

Carolyn A. Jacobs SJI Utilities, Inc. One South Jersey Place Atlantic City, NJ 08401 cjacobs@sjindustries.com

Ryan Moran Board of Public Utilities 44 South Clinton Avenue Post Office Box 350 Trenton, NJ 08625-0350 Ryan.Moran@bpu.nj.gov

Kurt S. Lewandowski, Esq. Division of Rate Counsel 140 East Front Street, 4th Floor P.O. Box 003 Trenton, NJ 08625 klewando@rpa.nj.gov

Robert J. Henkes Henkes Consulting 7 Sunset Road Old Greenwich, CT 06870 rhenkes@optonline.net Leonard J. Willey Elizabethtown Gas Company 520 Green Lane Union, NJ 07083 willey@sjindustries.com

Cindy Capozzoli SJI Utilities, Inc. One South Jersey Place Atlantic City, NJ 08401 ccapozzoli@sjindustries.com

Stacy Peterson Board of Public Utilities 44 South Clinton Avenue Post Office Box 350 Trenton, NJ 08625-0350 Stacy.Peterson@bpu.nj.gov

Heather Weisband Board of Public Utilities 44 South Clinton Avenue Post Office Box 350 Trenton, NJ 08625-0350 Heather.Weisband@bpu.nj.gov

Brian O. Lipman, Esq. **Division of Rate Counsel** 140 East Front Street, 4th Floor P.O. Box 003 Trenton, NJ 08625 <u>blipman@rpa.nj.gov</u>

Elizabethtown Gas Company Calculation of Basic Gas Supply Service Charge - Periodic For Gas Purchased for the Period October 1, 2021 through September 30, 2022

Proposed rate for December 1, 2021 self-implementing increase	\$0.4798	/therm
Maximum allowable rate - 5% increase on total residential bill (Exhibit B)	\$0.4798	/therm
14. Total Levelized BGSS-P	\$0.5209	/therm
13. Plus: 6.625% Sales Tax	\$0.0324	
12. Levelized BGSS-P (rounded to nearest 1/10000 of a dollar)	\$0.4885	/therm
11. Recoverable Unit Gas Cost Through BGSS-P	\$0.488544	/therm
10. Applicable Therm Sales, December 2021 - September 2022	200,635,907	Therms
9. Net Recoverable Gas Costs	\$98,019,518	-
8. Less: Projected Recoveries using a prior period BGSS rate October 1, 2021 through November 30, 2021 and that portion of December 2021 sent out in November 20	21 \$22,376,692	
Less: Projected Gas Cost Recoveries from System Sales not subject to the recoverable unit Gas Cost of the BGSS Periodic	\$46,488,330	
6. Less: Projected Credits, Refunds, etc. (Schedule 5 p1) October 1, 2021 - September 30, 2022	\$10,645,557	
5. Less: Projected Ending Inventory for September 30, 2022 (Schedule 3)	\$27,538,907	
4. Less: Estimated Interest on monthly over recoveries during the period	\$274,420	
3. Less: Estimated Over Recovery from September 30, 2021 (Schedule 4)	\$759,136	
2. Plus Projected Purchases (Schedule 3) October 1, 2021 - September 30, 2022	\$185,703,814	
1. Beginning Inventory, October 1, 2021 (Schedule 3)	\$20,398,746	

Exhibit A Schedule 2

Elizabethtown Gas Company Comparison of NYMEX Prices 2021 / 2022 BGSS Filing

Month	NYMEX Close as of Thursday, 10/21/21	Prices used in June 1st filing	Difference	Percentage Difference
Jun-21	\$2.984	\$2.928	\$0.056	2%
Jul-21	\$3.617	\$2.974	\$0.643	22%
Aug-21	\$4.044	\$2.984	\$1.060	36%
Sep-21	\$4.370	\$2.971	\$1.399	47%
Oct-21	\$5.841	\$2.990	\$2.851	95%
Nov-21	\$5.115	\$3.052	\$2.063	68%
Dec-21	\$5.346	\$3.180	\$2.166	68%
Jan-22	\$5.461	\$3.263	\$2.198	67%
Feb-22	\$5.375	\$3.192	\$2.183	68%
Mar-22	\$5.095	\$2.993	\$2.102	70%
Apr-22	\$4.027	\$2.604	\$1.423	55%
May-22	\$3.926	\$2.548	\$1.378	54%
Jun-22	\$3.963	\$2.577	\$1.386	54%
Jul-22	\$4.004	\$2.612	\$1.392	53%
Aug-22	\$4.008	\$2.618	\$1.390	53%
Sep-22	\$3.990	\$2.602	\$1.388	53%
FY 2022 Avg	\$4.679	\$2.853	\$1.827	64%
Dec-21 - Mar 22 Avg	\$5.319	\$3.157	\$2.162	68%

Exhibit A Schedule 3

Elizabethtown Gas Company

Statement of Gas Sendout For the Projected Period October 1, 2021 through September 30, 2022

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	
	PURCHASES			INVENTORY	VOLUMES		SENDOUT		
PERIOD	AMOUNT	DTH	Average Rate (col 1/2)	BEGINNING DTH	ENDING DTH	DTH (col 2+4-5)	\$'s	Average Rate (col 7/6)	
Oct 2021	\$14,331,864	2,688,600	\$5.33060	8,012,018	9,116,053	1,584,565	\$8,757,892	\$5.52700	
Nov 2021	\$16,860,440	3,047,882	\$5.53185	9,116,053	8,314,480	3,849,455	\$18,973,153	\$4.92879	
Dec 2021	\$19,736,062	3,385,424	\$5.82972	8,314,480	6,443,053	5,256,851	\$24,930,030	\$4.74239	
Jan 2022	\$26,494,996	4,218,075	\$6.28130	6,443,053	4,010,603	6,650,525	\$33,339,536	\$5.01307	
Feb 2022	\$19,946,843	3,365,490	\$5.92688	4,010,603	1,877,576	5,498,517	\$25,863,730	\$4.70376	
Mar 2022	\$18,330,583	3,179,701	\$5.76488	1,877,576	636,563	4,420,714	\$21,783,246	\$4.92754	
Apr 2022	\$15,181,927	3,574,997	\$4.24670	636,563	1,857,773	2,353,787	\$10,954,844	\$4.65414	
May 2022	\$11,157,760	2,326,584	\$4.79577	1,857,773	3,106,524	1,077,833	\$7,150,483	\$6.63413	
Jun 2022	\$10,786,137	2,165,564	\$4.98075	3,106,524	4,323,066	949,022	\$6,840,419	\$7.20786	
Jul 2022	\$10,827,932	2,137,074	\$5.06671	4,323,066	5,576,148	883,992	\$6,706,820	\$7.58697	
Aug 2022	\$10,994,929	2,130,062	\$5.16179	5,576,148	6,866,931	839,279	\$6,488,175	\$7.73065	
Sep 2022	\$11,054,343	2,178,524	\$5.07424	6,866,931	8,115,901	929,554	\$6,775,325	\$7.28879	
TOTAL	\$185,703,814	34,397,977	\$5.39868			34,294,094	\$178,563,653	\$5.20683	
BEGINNING INVENTORY	\$20,398,746	8,012,018	\$2.54602						
	\$206,102,560	42,409,995	\$4.85976						

ENDING

INVENTORY	\$27,538,907	8,115,901	\$3.39320
-----------	--------------	-----------	-----------

Exhibit A Schedule 4

Elizabethtown Gas Company

Statement of (Over) Under Recoveries of Gas Costs For the Period October 1, 2020 Through September 30, 2021

		(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	RECOVERABLE COSTS				GAS COST RECOVERIES				ER RECOVERY	
PERIOD		GAS SENDOUT	LESS SUPPLIER REFUNDS CREDITS & Other	NET RECOVERABLE COSTS (COL 1-2)	BGSS-P FIRM SALES	BGSS-M FIRM SALES	NON- FIRM SALES	TOTAL RECOVERIES (COL 4+5+6)	MONTHLY (OVER) UNDER RECOVERY (COL 3-7)	CUMULATIVE (OVER) UNDER RECOVERY
BALANCE	BE	GINNING OCTC	DBER 1, 2020							(\$6,213,997) ¹
Oct 2020	2	\$7,902,476	\$55,565	\$7,846,911	\$2,732,621	\$1,134,140	\$180	\$3,866,941	\$3,979,970	(\$2,234,027)
Nov 2020	2	\$8,483,069	\$37,728	\$8,445,341	\$5,613,450	\$1,875,419	\$690	\$7,489,559	\$955,782	(\$1,278,245)
Dec 2020	2	\$17,666,456	\$1,100,277	\$16,566,179	\$10,542,412	\$3,640,522	\$2,646	\$14,185,580	\$2,380,599	\$1,102,354
Jan 2021	2	\$19,015,510	\$163,910	\$18,851,600	\$15,665,361	\$4,596,433	\$2,884	\$20,264,678	(\$1,413,078)	(\$310,724)
Feb 2021	2	\$25,247,814	\$67,441	\$25,180,373	\$16,846,795	\$4,784,500	\$2,602	\$21,633,897	\$3,546,476	\$3,235,752
Mar 2021	2	\$13,285,232	\$5,074,130	\$8,211,102	\$15,259,716	\$4,298,490	\$996	\$19,559,202	(\$11,348,100)	(\$8,112,348)
Apr 2021	2	\$9,447,299	\$84,882	\$9,362,417	\$8,847,991	\$2,484,639	\$989	\$11,333,619	(\$1,971,202)	(\$10,083,550)
May 2021	2	\$7,054,395	\$68,110	\$6,986,285	\$4,826,859	\$1,497,541	\$35	\$6,324,435	\$661,850	(\$9,421,700)
Jun 2021	2	\$6,266,867	\$1,130,610	\$5,136,257	\$2,869,680	\$1,099,543	\$5	\$3,969,228	\$1,167,029	(\$8,254,671)
Jul 2021	2	\$6,128,477	\$68,110	\$6,060,367	\$1,988,219	\$897,458	\$6	\$2,885,683	\$3,174,684	(\$5,079,987)
Aug 2021	2	\$5,635,335	\$68,110	\$5,567,225	\$1,653,241	\$1,076,595	\$43	\$2,729,879	\$2,837,346	(\$2,242,641)
Sep 2021	2	<u>\$5,736,834</u>	<u>\$1,321,873</u>	<u>\$4,414,961</u>	<u>\$1,829,149</u>	<u>\$1,101,566</u>	<u>\$741</u>	<u>\$2,931,456</u>	<u>\$1,483,505</u>	(\$759,136)
TOTALS	=	\$131,869,764	\$9,240,746	\$122,629,018	\$88,675,494	\$28,486,846	\$11,817	\$117,174,157	\$5,454,861	

¹ REPRESENTS ACTUAL OVERRECOVERY POSITION AS OF SEPT. 30, 2020, NO INTEREST DUE CUSTOMERS.

² ACTUAL

Exhibit A Schedule 5 Page 1 of 2

Elizabethtown Gas Company

Statement of (Over) Under Recoveries of Gas Costs For the Projected Period October 1, 2021 through September 30, 2022 Assuming Proposed BGSS-P Rate effective December 1, 2021

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	
	RECOVERABLE COSTS				GAS COST RECOVERIES				(OVER) UNDER RECOVERY	
PERIOD	GAS SENDOUT	LESS SUPPLIER REFUNDS CREDITS & Other	NET RECOVERABLE COSTS (COL 1-2)	BGSS-P FIRM SALES	BGSS-M FIRM SALES	NON- FIRM SALES	TOTAL RECOVERIES (COL 4+5+6)	MONTHLY (OVER) UNDER RECOVERY (COL 3-7)	CUMULATIVE (OVER) UNDER RECOVERY	
BALANCE B	BEGINNING OCT	OBER 1, 2021							(\$1,033,556) ¹	
Oct 2021	\$8,757,892	\$69,416	\$8,688,476	\$3,554,212	\$2,959,705	\$317	\$6,514,234	\$2,174,242	\$1,140,686	
Nov 2021	\$18,973,153	\$67,177	\$18,905,976	\$10,476,919	\$4,688,632	\$943	\$15,166,494	\$3,739,482	\$4,880,168	
Dec 2021	\$24,930,030	\$1,131,916	\$23,798,114	\$16,691,122	\$6,415,817	\$4,054	\$23,110,993	\$687,121	\$5,567,289	
Jan 2022	\$33,339,536	\$69,416	\$33,270,120	\$23,600,199	\$8,344,014	\$4,555	\$31,948,768	\$1,321,352	\$6,888,641	
Feb 2022	\$25,863,730	\$62,699	\$25,801,031	\$19,447,978	\$7,621,032	\$4,594	\$27,073,604	(\$1,272,573)	\$5,616,068	
Mar 2022	\$21,783,246	\$5,873,671	\$15,909,575	\$15,757,042	\$5,777,224	\$1,745	\$21,536,011	(\$5,626,436)	(\$10,368)	
Apr 2022	\$10,954,844	\$67,177	\$10,887,667	\$8,193,206	\$2,970,396	\$6	\$11,163,608	(\$275,941)	(\$286,309)	
May 2022	\$7,150,483	\$69,416	\$7,081,067	\$3,693,055	\$1,660,524	\$0	\$5,353,579	\$1,727,488	\$1,441,179	
Jun 2022	\$6,840,419	\$1,129,677	\$5,710,742	\$2,769,767	\$1,517,277	\$6	\$4,287,050	\$1,423,692	\$2,864,871	
Jul 2022	\$6,706,820	\$69,416	\$6,637,404	\$2,463,245	\$1,542,056	\$6	\$4,005,307	\$2,632,097	\$5,496,968	
Aug 2022	\$6,488,175	\$69,416	\$6,418,759	\$2,314,329	\$1,488,841	\$0	\$3,803,170	\$2,615,589	\$8,112,557	
Sep 2022	<u>\$6,775,325</u>	<u>\$1,966,160</u>	<u>\$4,809,165</u>	<u>\$2,712,476</u>	<u>\$1,486,586</u>	<u>\$0</u>	<u>\$4,199,062</u>	<u>\$610,103</u>	<u>\$8,722,660</u>	
TOTALS	\$178,563,653	\$10,645,557	\$167,918,096	\$111,673,550	\$46,472,104	\$16,226	\$158,161,880	\$9,756,216		

¹ Represents actual over-recovery position as of Sept. 30, 2021 including \$274,420 interest due customers.

Exhibit A Schedule 5 Page 2 of 2

Elizabethtown Gas Company

Statement of (Over) Under Recoveries of Gas Costs For the Projected Period October 1, 2021 through September 30, 2022 Assuming Provisional BGSS-P Rate

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	
	RECOVERABLE COSTS				GAS COST RECOVERIES				(OVER) UNDER RECOVERY	
PERIOD	GAS SENDOUT	LESS SUPPLIER REFUNDS CREDITS & Other	NET RECOVERABLE COSTS (COL 1-2)	BGSS-P FIRM SALES	BGSS-M FIRM SALES	NON- FIRM SALES	TOTAL RECOVERIES (COL 4+5+6)	MONTHLY (OVER) UNDER RECOVERY (COL 3-7)	CUMULATIVE (OVER) UNDER RECOVERY	
BALANCE B		OBER 1, 2021							(\$1,033,556) ¹	
Oct 2021	\$8,757,892	\$69,416	\$8,688,476	\$3,554,212	\$2,959,705	\$317	\$6,514,234	\$2,174,242	\$1,140,686	
Nov 2021	\$18,973,153	\$67,177	\$18,905,976	\$10,476,919	\$4,688,632	\$943	\$15,166,494	\$3,739,482	\$4,880,168	
Dec 2021	\$24,930,030	\$1,131,916	\$23,798,114	\$15,634,515	\$6,415,817	\$4,054	\$22,054,386	\$1,743,728	\$6,623,896	
Jan 2022	\$33,339,536	\$69,416	\$33,270,120	\$20,928,166	\$8,344,014	\$4,555	\$29,276,735	\$3,993,385	\$10,617,281	
Feb 2022	\$25,863,730	\$62,699	\$25,801,031	\$17,246,063	\$7,621,032	\$4,594	\$24,871,689	\$929,342	\$11,546,623	
Mar 2022	\$21,783,246	\$5,873,671	\$15,909,575	\$13,973,017	\$5,777,224	\$1,745	\$19,751,986	(\$3,842,411)	\$7,704,212	
Apr 2022	\$10,954,844	\$67,177	\$10,887,667	\$7,265,564	\$2,970,396	\$6	\$10,235,966	\$651,701	\$8,355,913	
May 2022	\$7,150,483	\$69,416	\$7,081,067	\$3,274,924	\$1,660,524	\$0	\$4,935,448	\$2,145,619	\$10,501,532	
Jun 2022	\$6,840,419	\$1,129,677	\$5,710,742	\$2,456,172	\$1,517,277	\$6	\$3,973,455	\$1,737,287	\$12,238,819	
Jul 2022	\$6,706,820	\$69,416	\$6,637,404	\$2,184,355	\$1,542,056	\$6	\$3,726,417	\$2,910,987	\$15,149,806	
Aug 2022	\$6,488,175	\$69,416	\$6,418,759	\$2,052,299	\$1,488,841	\$0	\$3,541,140	\$2,877,619	\$18,027,425	
Sep 2022	<u>\$6,775,325</u>	<u>\$1,966,160</u>	<u>\$4,809,165</u>	<u>\$2,405,367</u>	<u>\$1,486,586</u>	<u>\$0</u>	<u>\$3,891,953</u>	<u>\$917,212</u>	<u>\$18,944,637</u>	
TOTALS	\$178,563,653	\$10,645,557	\$167,918,096	\$101,451,573	\$46,472,104	\$16,226	\$147,939,903	\$19,978,193		

¹ Represents actual over-recovery position as of Sept. 30, 2021 including \$274,420 interest due customers.

Exhibit B

Elizabethtown Gas Company Calculation of Maximum Allowable Rate and Bill Impact Self-Implementing BGSS-P Rate Increase December 1, 2021

Maximum rate - \$/therm	\$0.4798
Current BGSS rate (including taxes) - \$/therm	\$0.4254
Maximum increase - \$/therm	\$0.0544
\$ increase	\$5.44
5% increase (maximum allowable) on 100 therm bill	\$114.30
Current 100 therm bill	\$108.86

Consumption in Therms	Current Bill	Proposed Change	Proposed Bill	Percent Change
100	\$108.86	\$5.44	\$114.30	5.0%
Service Charge	\$10.00	-	\$10.00	
Therm Rates:				
Distribution Rate	\$0.4382	-	\$0.4382	
BGSS-P	\$0.4254	\$0.0544	\$0.4798	
SBC - CEP	\$0.0276	-	\$0.0276	
SBC - RAC	\$0.0082	-	\$0.0082	
SBC - USF	\$0.0133	-	\$0.0133	
SBC - Lifeline	\$0.0057	-	\$0.0057	
OSMC	(\$0.0021)	-	(\$0.0021)	
EEP	\$0.0125	-	\$0.0125	
IIP	\$0.0427		\$0.0427	
WNC, Oct-May	\$0.0171	-	\$0.0171	_
Total Therm Rates	\$0.9886	\$0.0544	\$1.0430	

RIDER "A"

BASIC GAS SUPPLY SERVICE CHARGE ("BGSS")

This Rider sets forth the method of determining the BGSS which shall be calculated to four (4) decimal places on a per therm basis established in accordance with the Board Order in Docket No. GX01050304 dated January 6, 2003. The BGSS charge is either BGSS-Monthly ("BGSS-M") or BGSS-Periodic ("BGSS-P") and will be applied to a Customer's Service Classification as follows:

- 1. The BGSS-M shall be applicable to all GDS, NGV, LVD, and EGF customers receiving gas supply from the Company effective on the first of each month as determined below.
- 2. The BGSS-P shall be applicable to all RDS, SGS, and GLS customers receiving gas supply from the Company.

The BGSS Charge, as defined herein, is designed to recover the cost to the Company of purchased gas or fuel used as a substitute for or supplemental to purchased gas including the cost of storing or transporting said gases or fuel, the cost of financial instruments employed to stabilize gas costs, other charges or credits as may result from the operation of other tariff provisions, and taxes and other similar charges in connection with the purchase and sale of gas.

BGSS per therm rates:		
	BGSS-M	BGSS-P
Effective Date	per therm	per therm
December 1, 2020 *	\$0.5088	\$0.3783
January 1, 2021	\$0.4620	\$0.3783
February 1, 2021	\$0.4940	\$0.3783
March 1, 2021	\$0.5042	\$0.3783
April 1, 2021	\$0.4750	\$0.3783
May 1, 2021	\$0.5120	\$0.3783
June 1, 2021	\$0.5184	\$0.3783
July 1, 2021	\$0.5874	\$0.3783
August 1, 2021	\$0.6340	\$0.3783
September 1, 2021	\$0.6695	\$0.3783
October 1, 2021	\$0.8299	\$0.3783
November 1, 2021	\$0.8692	\$0.3783
December 1, 2021	TBD	\$0. 4254<u>4798</u>

* BGSS-M rate revised on January 14, 2021

Date of Issue: November 18, 2021

Effective: Service Rendered on and after December 1, 2021

Issued by: Christie McMullen, President 520 Green Lane Union, New Jersey 07083

Filed Pursuant to Order of the Board of Public Utilities Dated November 17, 2021 in Docket No. GR21060876