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VIA ELECTRONIC MAIL

Stacy Peterson, Director
New Jersey Board of Public Utilities
44 South Clinton Avenue, 3rd Fl, Ste 314
P.O. Box 350
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The Division of Rate Counsel
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Re: BPU Report - ETG Gas Supply Transition Status – Quarter ending June 30, 2022
BPU Docket No. GR21040723

Dear Ms. Peterson and Mr. Lipman:

As required in the above referenced docket, attached is the quarterly status report, for the period ending June 30, 2022, related to the transition of the gas supply function in-house.

In accordance with the New Jersey Board of Public Utilities ("BPU") March 19, 2020 and June 10, 2020 Orders issued in BPU Docket No. EO20030254, hard copies are not being submitted at this time, but can be provided at a later time, if needed.

Should you have any questions concerning this matter, please contact Leonard Willey, Gas Supply at (908) 662-8458.

Respectfully yours,

A handwritten signature in dark ink, appearing to read "Deborah M. Franco".

Deborah M. Franco

DMF/adh

ELIZABETHTOWN GAS COMPANY
Quarterly Transition Status Report
For the period April 1, 2022 through June 30, 2022

SUMMARY:

The Company has assumed responsibility for certain assets on Tennessee Gas Pipeline (“TGP”) and has been managing those assets since April 1, 2022, as provided in BPU Docket No. GR21040723. The Company is evaluating existing office space and personnel to determine if additional space and/or personnel is needed to bring the Gas Supply function in-house. No new hires have been made and South Jersey Resources Group (“SJRG”) has provided nomination training. Progress has been made in contracting with development of i) Special Provisions to the base NAESB purchase/sale contract and ii) a list of potential suppliers.

1. Office Space

The Company is re-evaluating existing office space and looking at alternatives in order to keep cost to a minimum. As such, a Request For Proposal (“RFP”) for office space design has not yet been issued pending outcome of the existing office space evaluation which is expected to be completed before the end of the year.

2. Staffing

The Company is evaluating a corporate level re-structuring of existing personnel intended to identify qualified personnel to fill many of the needed positions. New hires will be added fill any gaps. The Company will leverage existing job descriptions/duties from existing/similar positions.

3. Contracts

Special Conditions to the standard NAESB purchase/sale contract and an initial list of potential supply counterparties suitable for the assets currently under the Company’s control have been established. One new NAESB has been put into place.

4. New Hire On-boarding

No new hires to-date, nothing to report.

5. New Hire Training

No new hires to-date, nothing to report.

6. Knowledge Transfer

SJRG has provided nomination training utilizing TGP’s electronic bulletin board system to the ETG Gas Supply team.