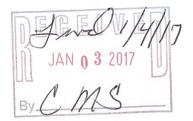
Mary Patricia Keefe Vice President, External Affairs and Business Support

520 Green Lane Union, NJ 07083 908.662.8452 tel 908.662.8496 fax 908.358.9671 cell pkeefe@southernco.com



BOARD OF PUBLIC UTILITIES

JAN 03 2017

Via FedEx & Electronic Mail

MAIL RECEIVED

December 29, 2016

Irene Kim Asbury, Secretary
New Jersey Board of Public Utilities
44 South Clinton Avenue, 3rd Fl., Suite 314
P.O. Box 350
Trenton, New Jersey 08625-0350

Re:

In The Matter Of The Petition Of Pivotal Utility Holdings, Inc., d/b/a Elizabethtown Gas To Review Its Periodic Basic Gas Supply Service Rate BPU Docket No. GR16060485

Dear Secretary Asbury:

In accordance with the filing in the above proceeding and the January 6, 2003 Order in BPU Docket No. GX01050304, ¹ Elizabethtown Gas hereby submits an original and ten copies of Revised Tariff Sheet No. 98, in clean and redline format, as well as Schedules 1 and 2 supporting the BGSS-M calculation. The revised tariff sheet reflects a BGSS-M rate of \$0.6096 per therm, inclusive of taxes and assessments, to be effective on January 1, 2017. The revised rate was calculated in accordance with the formula approved by the Board in its January 6 Order in BPU Docket No. GX01050304 and the tariff sheets filed by the Company in that proceeding on February 4, 2003, as further modified by the March 4, 2003 Order in the above proceeding.

If you have any questions, please contact Thomas Kaufmann at (908) 662-8461 or tkaufman@southernco.com.

Sincerely,

|s| Mary Patricia Keefe

Mary Patricia Keefe

cc: Service List Electronically

1 I/M/O The Provision Of Basic Gas Supply Service Pursuant To The Electric Discount And Energy Competition Act, N.J.S.A. 48:3-49 et seq., "Order Approving BGSS Pricing Structure."

IN THE MATTER OF THE PETITION OF PIVOTAL UTILITY HOLDINGS, INC. d/b/a ELIZABETHTOWN GAS TO REVIEW ITS PERIODIC BASIC GAS SUPPLY SERVICE RATE BPU DOCKET NO. GR16060485 OF PUBLIC UTILITIES

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JAN 03 2017

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Department of Law & Public Safety

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Newark, NJ 07101

Renee.Greenberg @dol.lps.state.nj.us

IN THE MATTER OF THE PETITION OF

PIVOTAL UTILITY HOLDINGS, INC. d/b/a ELIZABETHTOWN GAS F PUBLIC UTILITIES TO REVIEW ITS PERIODIC BASIC GAS SUPPLY SERVICE RATE

BPU DOCKET NO. GR16060485

JAN 03 2017

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Thomas Walker **Board of Public Utilities** 44 South Clinton Avenue 3rd Floor, Suite 314 P.O. Box 350 Trenton, NJ 08625-0350 Thomas. Walker@bpu.nj.gov Kenneth T. Maloney, Esq. CEIVED Cullen and Dykman 1101 14th Street, NW, Suite 750 Washington, DC 20005 kmaloney@cullenanddykman.com

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 assessments in connection with the purchase and sale of gas.

BGSS per therm rates:

	BGSS-M	BG\$\$-P
Effective Date	per therm	Per therm
December 1, 2015	\$0.4372	\$0.4203
January 1, 2016	\$0.4555	\$0.4203
February 1, 2016	\$0.4353	\$0.4203
March 1, 2016	\$0.3826	\$0.4203
April 1, 2016	\$0.4037	\$0.4203
May 1, 2016	\$0.4138	\$0.4203
June 1, 2016	\$0.4144	\$0.4203
July 1, 2016	\$0.5197	\$0.4203
August 1, 2016	\$0.4926	\$0.4203
September 1, 2016	\$0.5125	\$0.4203
October 1, 2016	\$0.5024	\$0.3761
November 1, 2016	\$0.4817	\$0.3761
December 1, 2016	\$0.5333	\$0.3761
January 1, 2017	\$0.6096	\$0.3757

Date of Issue: January 1, 2017

Effective: Service Rendered on and after January 1, 2017

Issued by:

Brian MacLean, President

520 Green Lane

Union, New Jersey 07083

Filed Pursuant to Order of the Board of Public Utilities Dated January 6, 2003 in Docket No. GX01050304

RIDER "A"

BASIC GAS SUPPLY SERVICE CHARGE ("BGSS")

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December 1, 2016	\$0.5333	\$0.3761
January 1, 2017	\$0.6096_To-be determined	\$0.3757

Date of Issue: January 1, 2017 December 21, 2016

Effective: Service Rendered on and after January 1, 2017

Issued by:

Brian MacLean, President

520 Green Lane

Union, New Jersey 07083

Filed Pursuant to Order of the Board of Public Utilities
Dated January 6, 2003 in Docket No. GX01050304
Sales & Use Tax Decrease
Per P.L. 2016, c. 57 in Docket No. ER16111054

Elizabethtown Gas

Basic Gas Supply Service - Monthly (BGSS-M)

Effective January 1, 2017

Gas Cost Component (GCC-M) (see Schedule 2)	\$0.3992 /th
Capacity Cost Component (CCC-M) (as filed 5/31/16, for the period 10/1/16 through 9/30/17)	\$0.1698 /th
TOTAL before Taxes and Assessments	\$0.5690 /th
Adjustment for:	
BPU Assessment (0.24%)	\$0.0014 /th
Sales Use Tax (6.875%)	\$0.0392 /th
BGSS-M (rounded to the nearest 1/10000 of a dollar)	\$0.6096 /th

Elizabethtown Gas

Gas Cost Component (GCC-M) for January 2017

NYMEX (1)	\$0.3930 /th
Inside F.E.R.C. (est.) (2)	\$0.3717 /th
Average	\$0.3824 /th
Plus Pipeline Fuel (3)	\$0.0108 /th
Plus Pipeline Transportation Commodity ⁽⁴⁾	\$0.0060 /th
GCC-M (rounded to the nearest 1/10000 of a dollar)	\$0.3992 /th

Notes

- (1) NYMEX based on the Last Day Settle for January 2017 contracts.
- (2) Average estimate for Inside F.E.R.C. prices where Elizabethtown Gas purchases natural gas.
- (3) Weighted average pipeline fuel is 2.82% per the BGSS-P filing.
- (4) Weighted average pipeline transportation commodity rate is \$0.0060/th per the BGSS-P filing.