

June 23, 2017

VIA FEDERAL EXPRESS

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

RE: IN THE MATTER OF THE ESTABLISHMENT OF A UNIVERSAL SERVICE FUND PURSUANT TO SECTION 12 OF THE ELECTRIC DISCOUNT AND ENERGY COMPETITION ACT OF 1999 BPU DOCKET NO. EX00020091

NEW JERSEY NATURAL GAS COMPANY
2017/2018 ANNUAL COMPLIANCE FILING FOR
THE UNIVERSAL SERVICE FUND PROGRAM FACTOR
WITHIN THE SOCIETAL BENEFITS CHARGE RATE
BPU DOCKET NO. ER1706___

Dear Secretary Asbury:

Please accept for filing in the Universal Service Fund ("USF") proceeding captioned above an original and 10 copies of the 2017/2018 USF/Lifeline Compliance Filing ("Compliance Filing") submitted by New Jersey Natural Gas Company ("NJNG" or the "Company"). Pursuant to Orders of the New Jersey Board of Public Utilities ("Board") dated April 30, 2003, July 16, 2003, June 30, 2004, and June 22, 2005, an annual compliance filing for prospective USF rates is required on or before July 1st of each year.

In order to streamline the Board's review of the required Compliance Filings from each New Jersey electric and natural gas company (collectively, the "Utilities"), the Utilities agreed to jointly submit one primary document containing the detailed rationale and supporting documentation for joint recommendations regarding the statewide USF/Lifeline rates. That information has been provided within the compliance filing of Public Service Electric and Gas Company ("PSE&G") ("Joint Compliance Filing"). The individual companies then submit abbreviated Compliance Filings supporting their individual positions and relying on the overall submission and positions included within the Joint Compliance Filing.

Therefore, NJNG accepts and relies on the 2017/2018 rate calculation template submitted in the Joint Compliance Filing for natural gas, including the requested statewide after-tax USF/Lifeline natural gas recovery rate of \$0.0091 per therm. The USF component is decreasing by \$0.0034 per therm and the Lifeline component is decreasing by \$0.0002 per

therm. These rates, resulting in an after-tax decrease of \$0.0036 per therm (from the current recovery rate of \$0.0127 per therm), represent a decrease of 0.34 percent on the average monthly bill for a residential heating customer, as shown on Exhibit NJNG-A attached hereto. Proposed tariff sheets are attached hereto as Exhibit NJNG-B.

NJNG requests that the Board accept its Compliance filing in conjunction with the Joint Compliance Filing and issue an Order granting the approval of a new statewide after-tax natural gas USF/Lifeline recovery rate of \$0.0091 per therm (an after-tax decrease of \$0.0036 per therm to the current statewide natural gas USF/Lifeline rate of \$0.0127 per therm) for natural gas service effective October 1, 2017.

Kindly acknowledge receipt of this Compliance Filing by date-stamping the enclosed copy of this letter and returning same in the stamped, self-addressed envelope. Copies are being provided electronically to all individuals listed on the attached service list.

If you have any questions regarding this filing, I can be reached at (732) 938-1073.

Respectfully submitted,

Andrew Dembia, Esq. Regulatory Affairs Counsel

C: Service List (electronically)

Service List

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New Jersey Natural Gas Company Net impact of Proposed Rate Changes BPU Docket Nos. EX00020091 & ER1706____ USF Year 2017/18

(\$/therm)

				10/1/201	16		
	Component of	Current		Proposed		Change	
		Pre-tax	Post-tax	Pre-tax	Post-tax	Pre-tax	Post-tax
USF	Delivery Price	0.0071	0.0076	0.0039	0.0042	(0.0032)	(0.0034)
Lifeline	Delivery Price	0.0048	0.0051	0.0046	0.0049	(0.0002)	(0.0002)
NET IMP	ACT	0.0119	0.0127	0.0085	0.0091	(0.0034)	(0.0036)

Impact on F	Decidential New Heati	na Customor			
	Residential Non-Heati	ng Customers	<u>1</u>	25 therm bill	
Current Pri	ces				
	Customer Charge		\$8.84	\$8.84	
	Delivery		\$0.5651	\$14.13	
	BGSS	-	\$0.3654	\$9.14	
		Total	\$0.9305	\$32.11	
Drangood n	rices- effective 10/1/1	7			
r i oposeu p	Customer Charge	,	\$8.84	\$8.84	
	Delivery		\$0.5615	\$14.04	
	BGSS		\$0.3654	\$9.14	
		Total	\$0.9269	\$32.02	
	Decrease			(\$0.09)	
	Decrease as a perce	nt		(0.28%)	
Impact on F	Residential Heating C	ustomers			
					1,000 therm
Current D-	000			100 therm bill	annual bill
Current Pri			QQ QA	\$8.84	\$106.08
	Customer Charge Delivery		\$8.84 \$0.5987	\$8.84 \$59.87	\$106.08 \$598.70
	BGSS		\$0.3654	\$36.54	\$365.40
	2300	Total	\$0.9641	\$105.25	\$1,070.18
				7.11.20	, ,
Proposed p	rices- effective 10/1/1	7			
	Customer Charge		\$8.84	\$8.84	\$106.08
	Delivery		\$0.5951	\$59.51	\$595.10
	BGSS	Total	\$0.3654 \$0.9605	\$36.54	\$365.40
			DU.90UD	\$104.89	\$1,066.58
		Total	•		
	Decrease	Total	•••••	(\$0.36)	(\$3.60)
	Decrease Decrease as a perce			(\$0.36) (0.34%)	(\$3.60) (0.34%)
Impact on C	Decrease as a perce	nt		(0.34%)	
-	Decrease as a perce	nt	\$26.78	(0.34%) 100 therm bill \$26.78	
-	Commercial GSS Custoner Charge Delivery	nt	\$26.78 \$0.6144	(0.34%) 100 therm bill \$26.78 \$61.44	
-	Decrease as a perce	nt tomers	\$26.78 \$0.6144 \$0.3654	(0.34%) 100 therm bill \$26.78 \$61.44 \$36.54	
-	Commercial GSS Custoner Charge Delivery	nt	\$26.78 \$0.6144	(0.34%) 100 therm bill \$26.78 \$61.44	
Current Pri	Decrease as a perce- Commercial GSS Custoner Customer Charge Delivery BGSS	tomers Total	\$26.78 \$0.6144 \$0.3654	(0.34%) 100 therm bill \$26.78 \$61.44 \$36.54	
Current Pri	Commercial GSS Custoner Charge Delivery	tomers Total	\$26.78 \$0.6144 \$0.3654	(0.34%) 100 therm bill \$26.78 \$61.44 \$36.54	
Current Pri	Decrease as a perce Commercial GSS Custoes Customer Charge Delivery BGSS prices- effective 10/1/1 Customer Charge Delivery Delivery	tomers Total	\$26.78 \$0.6144 \$0.3654 \$0.9798 \$26.78 \$0.6108	(0.34%) 100 therm bill \$26.78 \$61.44 \$36.54 \$124.76 \$26.78 \$61.08	
Current Pri	Decrease as a perceion decrease as a perceion decrease as a perceion decrease decrease as a perceion decrease decrease decrease as a perceion decrease decre	tomers Total 7	\$26.78 \$0.6144 \$0.3654 \$0.9798 \$26.78 \$0.6108 \$0.3654	(0.34%) 100 therm bill \$26.78 \$61.44 \$36.54 \$124.76 \$26.78 \$61.08 \$36.54	
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Current Pri	Decrease as a perceion decrease as a perceion decrease as a perceion decrease decrea	Total Total	\$26.78 \$0.6144 \$0.3654 \$0.9798 \$26.78 \$0.6108 \$0.3654	\$26.78 \$61.44 \$36.54 \$124.76 \$26.78 \$61.08 \$36.54 \$124.40	
Current Pri	Decrease as a perce- Commercial GSS Custoner Charge Delivery BGSS prices- effective 10/1/1 Customer Charge Delivery BGSS Decrease	Total Total Total	\$26.78 \$0.6144 \$0.3654 \$0.9798 \$26.78 \$0.6108 \$0.3654	\$26.78 \$61.44 \$36.54 \$124.76 \$26.78 \$61.08 \$36.54 \$124.40 \$36.54 \$124.40	
Current Pri	Decrease as a perceion de la commercial GSS Customer Charge Delivery BGSS Decrease Delivery BGSS Decrease Decrease Decrease as a perceion de la commercial GSL Customercial GSL	Total Total Total	\$26.78 \$0.6144 \$0.3654 \$0.9798 \$26.78 \$0.6108 \$0.3654	(0.34%) 100 therm bill \$26.78 \$61.44 \$36.54 \$124.76 \$26.78 \$61.08 \$36.54 \$124.40 (\$0.36)	
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Current Prid	Decrease as a perceion de la commercial GSS Cusiones Customer Charge Delivery BGSS Decrease Decrease as a perceion de la commercial GSL Cusiones Customer Charge Decrease Decrease as a perceion decrease Decrease Customer Charge Demand Charge Delivery BGSS (June 2017)	Total Total Total Total Total Total	\$26.78 \$0.6144 \$0.3654 \$0.9798 \$26.78 \$0.6108 \$0.3654 \$0.9762 \$54.93 \$1.85 \$0.5137 \$0.4629 \$0.9766	\$26.78 \$61.44 \$36.54 \$124.76 \$26.78 \$61.08 \$36.54 \$124.40 (\$0.36) (0.29%) \$1,200 therm bill \$54.93 \$177.60 \$616.44 \$555.48 \$1,404.45	
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Current Prid	Decrease as a percer Commercial GSS Custoner Customer Charge Delivery BGSS Arices- effective 10/1/1 Customer Charge Delivery BGSS Decrease Decrease as a percer Commercial GSL Custoner Customer Charge Delivery BGSS (June 2017) Arices- effective 10/1/1 Customer Charge Delivery BGSS (June 2017)	Total Total Total Total Total Total	\$26.78 \$0.6144 \$0.3654 \$0.9798 \$26.78 \$0.6108 \$0.3654 \$0.9762 \$54.93 \$1.85 \$0.5137 \$0.4629 \$0.9766	\$26.78 \$61.44 \$36.54 \$124.76 \$26.78 \$61.08 \$36.54 \$124.40 (\$0.36) (0.29%) \$1,200 therm bill \$54.93 \$177.60 \$616.44 \$555.48 \$1,404.45	
Proposed p	Decrease as a percer Commercial GSS Custoner Customer Charge Delivery BGSS Arices- effective 10/1/1 Customer Charge Delivery BGSS Decrease Decrease as a percer Commercial GSL Custoner Customer Charge Delivery BGSS (June 2017) Arices- effective 10/1/1 Customer Charge Delivery BGSS (June 2017)	Total Total Total Total Total Total Total Total Total	\$26.78 \$0.6144 \$0.3654 \$0.9798 \$26.78 \$0.6108 \$0.3654 \$0.9762 \$54.93 \$1.85 \$0.5137 \$0.4629 \$0.9766	(0.34%) 100 therm bill \$26.78 \$61.44 \$36.54 \$124.76 \$26.78 \$61.08 \$36.54 \$1124.40 (\$0.36) (0.29%) 1,200 therm bill \$54.93 \$177.60 \$616.44 \$555.48 \$1,404.45 \$54.93 \$177.60 \$612.12 \$555.48 \$1,400.13	
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Projected Annual Revenue

Projected SBC annual therms 690,422 (000s)

Projected Annual	Revenue \$	million
	Current	Pror

	Current	Proposed	
	Rates	Rates	Change
Pre-tax	\$8.22	\$5.87	(\$2.35)
Post-tax	\$8.77	\$6.28	(\$2.49)

EXHIBIT NJNG-B

PROPOSED TARIFF SHEETS

BPU No. 9 - Gas

First Second Revised Sheet No. 51 Superseding First Original Sheet No. 51

SERVICE CLASSIFICATION - RS

RESIDENTIAL SERVICE

AVAILABILITY

This service is available to any residential Customer in the territory served by the Company using gas for any domestic purpose. This rate is applicable to individually-metered apartments and to rooming and boarding houses where the number of rental bedrooms is not more than twice the number of bedrooms used by the Customer.

Gas delivered under this schedule may not be used for other than domestic purposes except when such use is incidental to domestic use.

CHARACTER OF SERVICE

Firm gas service where Customer may either purchase gas supply from the Company's Rider "A" for Basic Gas Supply Service ("BGSS") or from a Marketer or Broker.

MONTHLY RATES

Customer Charge:

Customer Charge per meter per month

\$8.84

Delivery Charge:

Residential Heating

Delivery Charge per therm

\$0.59**5**187

Residential Non-Heating

Delivery Charge per therm

\$0.561551

BGSS Charge:

BGSS Charge per therm for Sales Customers

See "Rate Summaries" at the end of this Tariff

These rates are inclusive of all applicable taxes and riders and are subject to adjustment for all other applicable riders, taxes, assessments or similar charges lawfully imposed by the Company. See Rate Summaries at the end of this Tariff for a summary of components incorporated in these rates.

Date of Issue: December 6, 2016

Issued by: 2017

Mark G.R. Kahrer Sperduto, Senior Vice President

Wall, NJ 07719

BPU No. 9 - Gas

First Second Revised Sheet No. 53 Superseding FirstOriginal Sheet No. 53

<u>SERVICE CLASSIFICATION – DGR</u>

DISTRIBUTED GENERATION SERVICE - RESIDENTIAL

<u>AVAILABILITY</u>

This service is available to any residential customer using distributed generation technologies including, but not limited to, microturbines and fuel cells to generate electricity for domestic purposes.

CHARACTER OF SERVICE

Firm gas service where Customer may either purchase gas supply from the Company's Rider "A" for Basic Gas Supply Service ("BGSS") or from a Marketer or Broker.

MONTHLY RATES

Customer Charge:

Customer Charge per meter per month

\$8.84

Delivery Charge:

November - April

\$0.3269305

May - October

\$0.270036

BGSS Charge:

BGSS Charge per therm for Sales Customers

See "Rate Summaries" at the end of this Tariff

These rates are inclusive of all applicable taxes and riders and are subject to adjustment for all other applicable riders, taxes, assessments or similar charges lawfully imposed by the Company. See Rate Summaries at the end of this Tariff for a summary of components incorporated in these rates.

MINIMUM MONTHLY CHARGE

The minimum monthly charge shall be the Customer Charge. Where service is taken for less than one month, the minimum charge will be prorated.

BALANCING CHARGE ADJUSTMENTS

The Balancing Charge is included in the Delivery Charge and is subject to adjustment in the Company's annual BGSS proceeding. All revenues derived from this Charge will be credited to the BGSS. See Rider "A" for the current Balancing Charge.

Date of Issue: December 6, 2016

Issued by: 2017

Mark Mark G. Kahrer R. Sperduto, Senior Vice President

Effective for service rendered on and after October January 1,

Wall, NJ 07719

Filed pursuant to Order of the Board of Public Utilities entered in Docket No. ER16706111054

BPU No. 9 - Gas

<u>Second</u> First Revised Sheet No. 55 Superseding First Original Sheet No. 55

SERVICE CLASSIFICATION – GSS

GENERAL SERVICE - SMALL

AVAILABILITY

This service is available to any Customer in the entire territory served by the Company who uses less than 5,000 therms annually and uses gas for all purposes other than residential service and interruptible service. Where the Customer uses the Cooling, Air Conditioning and Pool Heating service ("CAC") under Special Provision I.2, the Company may, upon application by the Customer, meter the space heating and CAC use separately. Street Lighting Service also will be supplied under this schedule (Special Provision II.1).

CHARACTER OF SERVICE

Firm gas service where Customer may either purchase gas supply from the Company's Rider "A" for Basic Gas Supply Service ("BGSS") or from a Marketer or Broker.

MONTHLY RATES

Customer Charge:

Customer Charge per meter per month

\$26.78

Delivery Charge:

Delivery Charge per therm

\$0.61<u>08</u>44

BGSS Charge:

BGSS Charge per therm for Sales Customers

See "Rate Summaries" at the end of this Tariff

These rates are inclusive of all applicable taxes and riders and are subject to adjustment for all other applicable riders, taxes, assessments or similar charges lawfully imposed by the Company. See Rate Summaries at the end of this Tariff for a summary of components incorporated in these rates.

MINIMUM MONTHLY CHARGE

The minimum monthly charge shall be the Customer Charge.

Where service is taken for less than one month, the minimum charge will be prorated.

BALANCING CHARGE ADJUSTMENTS

The Balancing Charge is included in the Delivery Charge and is subject to adjustment in the Company's annual BGSS proceeding. All revenues derived from this Charge will be credited to the BGSS. See Rider "A" for the current Balancing Charge.

Date of Issue: December 6, 2016

Issued by: Mark-G. Kahrer R. Sperduto, Senior Vice President

2017

Wall, NJ 07719

BPU No. 9 - Gas

<u>ThirdSecond</u> Revised Sheet No. 56 Superseding <u>SecondFirst</u> Revised Sheet No. 56

<u>SERVICE CLASSIFICATION - GSS</u>

GENERAL SERVICE - SMALL (continued)

SPECIAL PROVISIONS

I. Applicable to All Customers Under This Service Classification

1. Annual Review

The Company shall review, at least once a year, each GSS Customer's annual usage based on the most recent twelve (12) months of billing information to determine if the General Service – Large ("GSL") Service Classification is applicable to the Customer. If the Customer's normalized annual usage is greater than or equal to 5,500 therms, the customer will be switched to GSL.

2. Air Conditioning and Pool Heating

Upon separate application, GSS Customers who have installed and are using gas air conditioning and pool heating equipment will be billed on the above Monthly Rates except that the delivery charge will be $0.21\underline{5289}$ per therm for all monthly consumption of gas for services rendered between May 1 and September 30 of each year. The charge will include, \$0.0744 per therm margin, and appropriate riders, taxes, assessments and surcharges.

Commercial Air Conditioning and Pool Heating ("CAC") customers will be separately metered, except, at the Company's sole discretion, existing Customers may use the same meter for their cooling, air conditioning or pool heating load and their space heating load as long as there is minimal base load during the period air conditioning rates are in effect.

Where a CAC Customer uses gas under this service classification in a direct-fired chiller/heater and the heating load is metered through the same meter as the cooling, air conditioning or pool heating load, and further, where the gas used for heating is billed separately, the GSS Customer Charge shall be waived, provided the Customer pays the Customer Charge under its heating service in all twelve (12) months of the year.

Date of Issue: April 21, 2017

Issued by: Mark G. Kahrer R. Sperduto, Senior Vice President

2017

Wall, NJ 07719

<u>Second</u>First Revised Sheet No. 57 Superseding FirstOriginal Sheet No. 57

BPU No. 9 - Gas

SERVICE CLASSIFICATION - GSS

GENERAL SERVICE - SMALL (continued)

- II. Applicable to All Customers Purchasing Gas Supply Under Rider "A" BGSS
 - 1. Street Lighting Service

Street Lighting Service is not subject to Rider "I" of this Tariff. The delivery charge per therm for Street Lighting Service is \$0.51<u>0945</u> per therm.

- III. Applicable to All Customers Purchasing Gas Supply from a Marketer or Broker
 - 1. Metering

An Automated Meter Reading (AMR) device will not be required for this service.

2. Additional Requirements

Service is subject to the terms and conditions of the Marketer and Broker Requirements section of this Tariff (Service Classification – MBR) and Section 10 of the Company's Standard Terms and Conditions.

TERMS AND CONDITIONS

Service is subject to the Company's Standard Terms and Conditions of this Tariff.

Date of Issue: December 6, 2016

Issued by: Mark <u>G. Kahrer</u>R. Sperduto, Senior Vice President

2017

Wall, NJ 07719

SecondFirst Revised Sheet No. 58

BPU No. 9 - Gas

Superseding FirstOriginal Sheet No. 58

SERVICE CLASSIFICATION - GSL

GENERAL SERVICE - LARGE

AVAILABILITY

This service is available to any Customer in the entire territory served by the Company who uses greater than or equal to 5,000 therms annually and uses gas for all purposes other than residential service and interruptible service. Where the Customer uses the Cooling, Air Conditioning and Pool Heating service ("CAC") under Special Provision I.4, the Company may, upon application by the Customer, meter the space heating and CAC use separately.

CHARACTER OF SERVICE

Firm gas service where Customer may either purchase gas supply from the Company's Rider "A" for Basic Gas Supply Service ("BGSS") or from a Marketer or Broker.

MONTHLY RATES

Customer Charge:

Customer Charge per meter per month \$54.93

Demand Charge:

Demand Charge per therm applied to HMAD \$1.85

Delivery Charge:

Delivery Charge per therm \$0.510137

BGSS Charge:

BGSS Charge per therm for Sales Customers See "Rate Summaries" at the end of this Tariff

These rates are inclusive of all applicable taxes and riders and are subject to adjustment for all other applicable riders, taxes, assessments or similar charges lawfully imposed by the Company. See Rate Summaries at the end of this Tariff for a summary of components incorporated in these rates.

MINIMUM MONTHLY CHARGE

The minimum monthly charge shall be the Customer Charge and the Demand Charge.

Where service is taken for less than one month, the minimum charge will be prorated.

Date of Issue: December 6, 2016

Issued by: Mark G. Kahrer R. Sperduto, Senior Vice President

January 1, 2017

Wall, NJ 07719

BPU No. 9 - Gas

<u>Third</u>Second Revised Sheet No. 60 Superseding SecondFirst Revised Sheet No. 60

SERVICE CLASSIFICATION - GSL

GENERAL SERVICE - LARGE (continued)

4. Air Conditioning and Pool Heating

Upon separate application, GSL Customers who have installed and are using gas air conditioning and pool heating equipment will be billed on the above Monthly Rates except that the delivery charge will be 0.215289 per therm for all monthly consumption of gas for services rendered between May 1 and September 30 of each year. The charge will include \$0.0744 per therm margin, and appropriate riders, taxes, assessments and surcharges.

Commercial Air Conditioning and Pool Heating ("CAC") Customers will be separately metered, except, at the Company's sole discretion, existing Customers may use the same meter for their cooling, air conditioning or pool heating load and their space heating load as long as there is minimal base load during the period air conditioning rates are in effect.

Where a CAC Customer uses gas under this service classification in a direct-fired chiller/heater and the heating load is metered through the same meter as the cooling, air conditioning or pool heating load, and further, where the gas used for heating is billed separately, the GSL Customer Charge shall be waived, provided the Customer pays the Customer Charge under its heating service in all twelve (12) months of the year.

II. Applicable to All Customers Purchasing Gas Supply from a Marketer or Broker

1. Incremental Expenses

The Customer shall reimburse the Company for any out-of-pocket expenses (including, but not limited to, legal and travel expenses) incurred in connection with the initiation and rendering of service under this service classification. The Company shall provide an estimate of such expenses prior to their incurrence.

2. Additional Requirements

Service is subject to the terms and conditions of the Marketer and Broker Requirements section of this Tariff (Service Classification – MBR) and Section 10 of the Company's Standard Terms and Conditions.

TERMS AND CONDITIONS

Service is subject to the Company's Standard Terms and Conditions of this Tariff.

Date of Issue: April 21, 2017

Issued by: Mark-G. Kahrer R. Sperduto, Senior-Vice President

Wall, NJ 07719

<u>Second</u> First Revised Sheet No. 61 Superseding First Original Sheet No. 61

BPU No. 9 - Gas

SERVICE CLASSIFICATION - FT

FIRM TRANSPORTATION SERVICE

AVAILABILITY

This service is available to any customer who would otherwise qualify for service under Service Classifications GSS, GSL, FC, IS, or NGV. The Customer must provide to the Company's satisfaction, a firm gas supply having marketable title of gas with firm transportation capacity to the Company's distribution system.

MONTHLY RATES

Customer Charge:

Customer Charge per meter per month \$249.70

Demand Charge:

Demand Charge per therm applied to MDQ \$2.00

Delivery Charge:

Delivery Charge per therm \$0.15<u>29</u>65

These rates are inclusive of all applicable taxes and riders and are subject to adjustment for all other applicable riders, taxes, assessments or similar charges lawfully imposed by the Company. See Rate Summaries at the end of this Tariff for a summary of components incorporated in these rates.

MINIMUM MONTHLY CHARGE

The minimum monthly charge shall be the Customer Charge and the Demand Charge.

Where service is taken for less than one month, the minimum charge will be prorated.

Date of Issue: December 6, 2016

Issued by: Mark R. Sperduto G. Kahrer, Senior Vice President

2017

Wall, NJ 07719

BPU No. 9 - Gas

<u>Second</u> First Revised Sheet No. 64 Superseding First Original Sheet No. 64

<u>SERVICE CLASSIFICATION - DGC</u>

DISTRIBUTED GENERATION SERVICE - COMMERCIAL

AVAILABILITY

This service is available to any commercial customer using distributed generation technologies including, but not limited to, microturbines and fuel cells.

CONDITIONS PRECEDENT

If the Customer is served by a Marketer or Broker, the Marketer or Broker assumes the responsibility for all delivery requirements. The Customer also must have clear and marketable title of gas with firm transportation capacity to the Company's distribution systems. If the Company so requests, the Customer must provide such proof. The Customer is responsible for payment of any costs if additional facilities, exclusive of metering facilities, are necessary to provide service. The Company reserves the right to limit new customers served under this service, if it determines that service expansion is detrimental to existing firm customers. The Customer must demonstrate that qualifying electric generation equipment has been installed at its location.

MONTHLY RATES

	DGC-Balancing	DGC-FT
Customer Charge: Customer Charge per meter per month	\$54.93	\$54.93
<u>Demand Charge:</u> Demand Charge per therm applied to PBQ	\$1.50	\$1.50
<u>Delivery Charge per therm:</u> November - April	\$0. <u>1997</u> 2033	\$0.1 <u>376</u> 4 12
May - October	\$0.1 <u>669</u> 7 05	\$0.10 <u>48</u> 84
BGSS Charge per therm for Sales Customers	See "Rate Summaries" at the end of this Tariff	N/A

The Delivery Charges for DGC-Balancing above include the Balancing Charge as reflected in Rider "A" of this Tariff for customers whose Marketer or Broker delivers gas on their behalf pursuant to paragraph (3) under Deliveries to Company's Designated Delivery Meter section of Service Classification MBR. For DGC-FT customers whose Marketer or Broker delivers gas on their behalf pursuant to paragraph (1) under Deliveries to Company's Designated Delivery Meter section of Service Classification MBR, the DGC-FT Delivery Charges above exclude the Balancing Charge reflected in Rider "A" of this Tariff.

These rates are inclusive of all applicable taxes and riders and are subject to adjustment for all other applicable riders, taxes, assessments or similar charges lawfully imposed by the Company. See Rate Summaries at the end of this Tariff for a summary of components incorporated in these rates.

Date of Issue: December 6, 2016

Issued by: 2017

Mark R. Sperduto G. Kahrer, Senior Vice President

Wall, NJ 07719

BPU No. 9 - Gas

<u>Second</u>First Revised Sheet No. 69 Superseding FirstOriginal Sheet No. 69

SERVICE CLASSIFICATION - EGS

ELECTRIC GENERATION SERVICE

AVAILABILITY

This service is available to any existing or new customer who uses greater than or equal to 10,000 therms daily for the sole purpose of generating electricity.

MONTHLY RATES

Customer Charge:

Without SUTWith SUTCustomer Charge per month\$934.58\$998.83

Demand Charge:

Without SUTWith SUTDemand Charge per therm\$1.6121\$1.7229

applied to MDQ

Delivery Charge:

Without SUTWith SUTDelivery Charge per therm\$0.073367\$0.078349

These rates are inclusive of all applicable taxes and riders and are subject to adjustment for all other applicable riders, applicable taxes, assessments or similar charges lawfully imposed by the Company. Natural gas used to generate electricity that is sold for resale by customers served under this Service Classification is exempt from Riders B, C, E and H and shall not be billed for such charges. In order to qualify for this exemption, a customer who uses natural gas to generate electricity for resale must complete an Annual Certification form, provided by the Company, to certify the percentage of natural gas used at the customer's New Jersey generation facilities during the previous calendar year to generate electricity that was sold for resale. For a new customer or a customer with less than twelve months of usage history, estimates supported by engineering and operational plans may be used to determine the percentage of natural gas used to generate electricity sold for resale.

See Rate Summaries at the end of this Tariff for a summary of components incorporated in these rates.

MINIMUM MONTHLY CHARGE

The minimum monthly charge shall be the Customer Charge and the Demand Charge.

Date of Issue: December 6, 2016

Issued by: Mark R. Sperduto G. Kahrer, Senior Vice President

2017

Wall, NJ 07719

NEW JERSEI NATURAL GAS COMITANT

BPU No. 9 - Gas

<u>Second</u>First Revised Sheet No. 76 Superseding FirstOriginal Sheet No. 76

<u>SERVICE CLASSIFICATION - NGV</u>

NATURAL GAS VEHICLE SERVICE

AVAILABILITY

This service is available to any residential or commercial customer for the purpose of fueling natural gas vehicles at Company owned and operated compressed natural gas ("CNG") re-fueling facilities ("Company facilities") and at separately metered Customer owned and operated CNG re-fueling facilities ("Customer owned facilities").

CONDITIONS PRECEDENT

The Customer must sign a service agreement which sets forth the vehicles to be served to be eligible for this service.

DEFINITION OF TERM USED HEREIN

"GGE" is the Gasoline Gallon Equivalent for converting a price per therm of natural gas to a price per gallon of gasoline. The GGE shall be determined in accordance with local standards.

CHARACTER OF SERVICE

Firm sales gas service where Customer who uses Company facilities purchases gas supply pursuant to the Company's Rider "A" for Basic Gas Supply Service ("BGSS"). Firm sales or transportation gas service where Customer who uses Customer owned facilities purchases gas supply pursuant to the Company's Rider "A" for BGSS or from a Marketer or Broker, respectively.

LICENSING, PERMITS AND LEGAL REQUIREMENTS

Customers installing CNG re-fueling facilities on their premises must meet all applicable licensing, permitting and other legal requirements associated with owning and operating CNG refueling facilities. The failure of the customer to comply with this provision may result in the Company suspending or terminating gas service to such facilities without further liability.

MONTHLY RATES

	Gas Available at Company Facilities	Customer Owned Facilities
Customer Charge:		
Residential Customer Charge per meter per month	N/A	\$8.84
Commercial Customer Charge per meter per month	N/A	\$54.93
Delivery Charge:		
Delivery Charge per therm	\$0.25 <u>50</u> 86	\$0.25 <u>50</u> 86
	(\$0.3 <u>188</u> 233 per	(\$0.3 <u>188</u> 233 per
	GGE)	GGE)

Date of Issue: December 6, 2016

Issued by:

2017

Mark R. Sperduto G. Kahrer, Senior Vice President

Effective for service rendered on and after October-January 1,

BPU No. 9 - Gas

First Second Revised Sheet No. 81 Superseding First Original Sheet No. 81

SERVICE CLASSIFICATION - IS

<u>INTERRUPTIBLE SERVICE</u>

AVAILABILITY

This service is applicable to Commercial and Industrial Customers whose minimum connected load is not less than 150 therms per hour and who sign a service agreement, providing gas is used only at locations where the Company has 1) adequate distribution facilities and 2) an adequate supply of natural gas. Customers will be required to specify that they have alternate fuel facilities installed in operating condition with an adequate fuel supply, as discussed in Special Provision 1.

CHARACTER OF SERVICE

Interruptible gas sales and transportation service.

MONTHLY RATES

Customer Charge:

Customer Charge per meter per month \$574.32

Delivery Charge:

Customers with Alternate Fuel

Delivery Charge per therm \$0.12<u>58</u>94

Customers without Alternate Fuel

Delivery Charge per therm \$0.3<u>6</u>7<u>2</u>08

BGSS Charge:

BGSS Charge per therm for Sales Customers See "Rate Summaries" at the end of this Tariff

These rates are inclusive of all applicable taxes and riders and are subject to adjustment for all other applicable riders, taxes, assessments or similar charges lawfully imposed by the Company. See Rate Summaries at the end of this Tariff for a summary of components incorporated in these rates.

MINIMUM MONTHLY CHARGE

The minimum monthly charge applicable shall be the Customer Charge. Where service is taken for less than one month, the minimum charge will be prorated.

Date of Issue: December 6, 2016

Issued by: Mark R. Sperduto G. Kahrer, Senior Vice President

2017

Wall, NJ 07719

Effective for service rendered on and after <u>January October</u> 1,

BPU No. 9 - Gas

First Second Revised Sheet No. 100 Superseding First Original Sheet No. 100

SERVICE CLASSIFICATIONS - CNG

COMPRESSED NATURAL GAS

AVAILABILITY

This service is available to any customer who would otherwise qualify for service under Service Classifications RS, GSS, GSL, FT, IS, or NGV and who will utilize natural gas for the purpose of fueling natural gas vehicles at Company owned compressed natural gas re-fueling facilities operated by the Customer on its property ("Host Customer").

Availability of this Service Classification is subject to the terms and conditions approved in BPU Docket No. GR11060361. This Service Classification is closed.

CONDITIONS PRECEDENT

The Host Customer must sign an Agreement with the Company. The Host Customer must provide assurance that it will use initially at least twenty (20) percent of the re-fueling facility's capacity. The Host Customer must agree to provide the general public with reasonable access to a re-fueling facility for purposes of fueling the general public's natural gas vehicles.

DEFINITION OF TERM USED HEREIN

"GGE" is the Gasoline Gallon Equivalent for converting a price per therm of natural gas to a price per gallon of gasoline. The GGE shall be determined in accordance with local standards.

CHARACTER OF SERVICE

Firm gas service where Host Customer may purchase gas supply pursuant to the Company's Rider "A" for Basic Gas Supply Service ("BGSS"), from the Company through a contract, or from a Marketer or Broker.

MONTHLY RATES

Customer Charge:

Customer Charge per meter per month \$54.93

<u> Delivery Charge:</u>

Delivery Charge per therm \$0.4688724

(\$0.5<u>860</u>905 per GGE)

BGSS Charge:

Monthly BGSS Charge per therm for Sales Customers See "Rate Summaries" at the end of

without a gas supply contract this Tariff

These rates are inclusive of all applicable taxes and riders and are subject to adjustment for all other applicable riders, taxes, assessments or similar charges lawfully imposed by the Company. See Rate Summaries at the end of this Tariff for a summary of components incorporated in these rates.

MINIMUM MONTHLY CHARGE

The minimum monthly charge shall be the Customer Charge.

Date of Issue: December 6, 2016 Effective for service rendered on

Issued by: Mark R. Sperduto G. Kahrer, Senior Vice President and after October January 1, 2017

BPU No. 9 - Gas

FirstSecond Revised Sheet No. 100 Superseding FirstOriginal Sheet No. 100

SERVICE CLASSIFICATIONS - CNG

COMPRESSED NATURAL GAS

Where service is taken for less than one month, the minimum charge will be prorated.

Date of Issue: Issued by:

December 6, 2016

Mark R. Sperduto G. Kahrer, Senior Vice President

2017

Wall, NJ 07719

BPU No. 9 - Gas

<u>First Original Sheet No. 177</u> Superseding Original Sheet No. 177

RIDER "H"

<u>UNIVERSAL SERVICE FUND – USF</u>

DETERMINATION OF THE USF

On an annual basis, the NJBPU shall consider the following: estimated USF benefits for upcoming USF program Year; Lifeline budget for upcoming USF program year; estimated administrative expenses; the projected current year under/over recovery position, and annual forecasted volumes in order to establish a USF rate for the upcoming USF program year. This state wide rate shall be adjusted for all applicable taxes and assessments and shall be provided to all utilities to be included in their annual SBC filings for notice and public hearing purposes.

The Company shall calculate carrying costs on any under-or over-recovered USF balances based upon the two-year constant maturity Treasury rate, as published in the Federal Reserve Statistical Release on the first day of each month, or the closest day thereafter on which rates are published, plus sixty (60) basis points; provided, however, that this interest rate does not exceed the overall rate of return as authorized by the Board. The interest rate shall be reset each month. The carrying cost calculation shall be based on the net of tax beginning and end average monthly balance. The carrying costs shall accrue on a monthly basis and shall be rolled into the USF balance at the end of each USF year.

The USF shall be collected on a per therm basis and shall remain in effect until changed by order of the NJBPU:

Lifeline \$0.00<u>49</u>51 USF \$0.004276

USF Billing Factor \$0.009127

In accordance with P.L. 1997, c. 162, as amended by P.L. 2006, c. 44, the charges applicable under this Rider include provision for the New Jersey Sales and Use Tax ("SUT"), and when billed to customer exempt from this tax, as set forth in Rider "B", shall be reduced by the amount of such tax included therein.

Date of Issue: September 27, 2016

Issued by: Mark R. Sperduto G. Kahrer, Senior Vice President

Wall, NJ 07719

SUMMARY OF RESIDENTIAL RATE COMPONENTS

Residential Heating Customers

Custom on Change		Bundled Sales	Transport	Reference
Customer Charge Customer Charge per meter per month		8.84	8.84	
Delivery Charge ("DEL") per therm				
Transport Rate:				
Pre-tax Base Rate		0.3778	0.3778	
SUT		0.0260	0.0260	Rider B
After-tax Base Rate		0.4038	0.4038	
CIP		0.0562	0.0562	Rider I
EE		0.0327	0.0327	Rider F
Total Transport Rate	a	0.4927	0.4927	
Balancing Charge	b	0.0621	0.0621	Rider A
Societal Benefits Charge ("SBC"):				
NJ's Clean Energy		0.0167	0.0167	Rider E
RA		0.0145	0.0145	Rider C
USF		<u>0.0<mark>09</mark></u> 1 27	<u>0.009127</u>	Rider H
Total SBC	c	<u>0.04<mark>0</mark>39</u>	<u>0.04<mark>0</mark>39</u>	
Delivery Charge (DEL)	a+b+c=d	<u>0.595187</u>	<u>0.598751</u>	
Basic Gas Supply Charge ("BGS") BGS	e	<u>0.3654</u>	X	Rider A

With the exception of the Customer Charge, these rates are on a per-therm basis.

Customer Charge, DEL rate and BGS rate are presented on customer bills.

Date of Issue: Issued by:

December 6, 2016

Mark R. Sperduto G. Kahrer, Senior Vice President

Effective for service rendered on and after October January 1,

2017

SUMMARY OF RESIDENTIAL RATE COMPONENTS

Residential Non-Heating Customers

Customer Charge		Bundled Sales	<u>Transport</u>	<u>Reference</u>
Customer Charge per meter per month		8.84	8.84	
Delivery Charge ("DEL") per therm				
Transport Rate:				
Pre-tax Base Rate		0.3778	0.3778	
SUT		0.0260	0.0260	Rider B
After-tax Base Rate		0.4038	0.4038	
CIP		0.0226	0.0226	Rider I
EE		0.0327	0.0327	Rider F
Total Transport Rate	a	0.4591	0.4591	
Balancing Charge	b	0.0621	0.0621	Rider A
Societal Benefits Charge ("SBC"):				
NJ's Clean Energy		0.0167	0.0167	Rider E
RA		0.0145	0.0145	Rider C
USF		<u>0.009127</u>	<u>0.009127</u>	Rider H
Total SBC	c	<u>0.04039</u>	<u>0.04039</u>	
Delivery Charge (DEL)	a+b+c=d	<u>0.56</u> 151	<u>0.56</u> 151	
Basic Gas Supply Charge ("BGS") BGS	e	0.3654	X	Rider A

With the exception of the Customer Charge, these rates are on a per-therm basis.

Customer Charge, DEL rate and BGS rate are presented on customer bills.

Date of Issue: Issued by:

2017

December 6, 2016

Mark R. Sperduto G. Kahrer, Senior Vice President

Effective for service rendered on and after October January 1,

SUMMARY OF RESIDENTIAL RATE COMPONENTS

Residential Distributed Generation Service

		Nov - Apr	May - Oct	Reference
Customer Charge Customer Charge per meter per month		8.84	8.84	
Delivery Charge ("DEL") per therm				
Transport Rate: Pre-tax Base Rate SUT		0.1795 0.0123	0.1262 <u>0.0087</u>	Rider B
After-tax Base Rate EE		0.1918 0.0327	0.1349 0.0327	Rider F
Total Transport Rate	a	0.2245	0.1676	
Balancing Charge	b	0.0621	0.0621	Rider A
Societal Benefits Charge ("SBC"): NJ's Clean Energy RA USF		0.0167 0.0145 <u>0.009127</u>	0.0167 0.0145 <u>0.009127</u>	Rider E Rider C Rider H
Total SBC	c	<u>0.04<mark>0</mark>39</u>	<u>0.04<mark>0</mark>39</u>	
Delivery Charge (DEL)	a+b+c=d	<u>0.3</u> 269 <u>305</u>	<u>0.27<mark>36</mark>00</u>	
Basic Gas Supply Charge ("BGS") BGS	e	0.3654	<u>0.3654</u>	Rider A

With the exception of the Customer Charge, these rates are on a per-therm basis.

Customer Charge, DEL rate and BGS rate are presented on customer bills.

Date of Issue: Issued by:

December 6, 2016

Mark R. Sperduto G. Kahrer, Senior Vice President

Effective for service rendered on and after October January 1,

2017

SUMMARY OF FIRM COMMERCIAL RATE COMPONENTS

General Service - Small (GSS)

		Bundled Sales	<u>Transport</u>	Reference
Customer Charge per meter per month		26.78	26.78	
<u>Delivery Charge ("DEL") per therm</u> Transport Rate:				
Pre-tax Base Rate SUT		0.3516 0.0242	0.3516 <u>0.0242</u>	Rider B
After-tax Base Rate CIP EE		0.3758 0.0999 0.0327	0.3758 0.0999 0.0327	Rider I Rider F
Total Transport Rate	a	0.5084	0.5084	Tudor 1
Balancing Charge	b	0.0621	0.0621	Rider A
Societal Benefits Charge ("SBC"): NJ's Clean Energy RA USF		0.0167 0.0145 <u>0.009127</u>	0.0167 0.0145 <u>0.009127</u>	Rider E Rider C Rider H
Total SBC	c	<u>0.04<mark>0</mark>39</u>	<u>0.04<mark>0</mark>39</u>	
Delivery Charge (DEL)	a+b+c=d	<u>0.610844</u>	<u>0.610844</u>	
Basic Gas Supply Charge ("BGS") BGS	e	0.3654	X	Rider A

With the exception of the Customer Charge, these rates are on a per-therm basis.

Customer Charge, DEL rate and BGS rate are presented on customer bills.

Date of Issue: Issued by:

2017

December 6, 2016

Mark R. Sperduto G. Kahrer, Senior Vice President

Effective for service rendered on and after October-January 1,

SUMMARY OF FIRM COMMERCIAL RATE COMPONENTS

General Service - Large (GSL)

		Bundled Sales	Transport	Reference
Customer Charge	1	54.02	54.02	
Customer Charge per meter per montl	n	54.93	54.93	
<u>Demand Charge</u> Demand Charge per month applied to	to HMAD	1.85	1.85	
<u>Delivery Charge ("DEL") per therm</u> Transport Rate:				
Pre-tax Base Rate		0.2729	0.2729	
SUT		0.0188	0.0188	Rider B
After-tax Base Rate		0.2917	0.2917	
CIP		0.0833	0.0833	Rider I
EE		<u>0.0327</u>	<u>0.0327</u>	Rider F
Total Transport Rate	a	0.4077	0.4077	
Balancing Charge	b	0.0621	0.0621	Rider A
Societal Benefits Charge ("SBC"):				
NJ's Clean Energy		0.0167	0.0167	Rider E
RA		0.0145	0.0145	Rider C
USF		<u>0.009127</u>	<u>0.009127</u>	Rider H
Total SBC	c	<u>0.04<mark>0</mark>39</u>	<u>0.04<mark>0</mark>39</u>	
Delivery Charge (DEL)	a+b+c=d	<u>0.51</u> 01 <u>37</u>	<u>0.51</u> 01 <u>37</u>	
Basic Gas Supply Charge ("BGS") BGS	e	<u>0.4629</u>	X	Rider A

With the exception of the Customer Charge and Demand charges, these rates are on a per-therm basis.

Customer, Demand, DEL, and BGS charges are presented on customer bills.

Date of Issue: May 30, 2017

Issued by: Mark G. Kahrer, Vice President

Wall, NJ 07719

<u>Third Second</u> Revised Sheet No. 257 Superseding <u>Second First</u> Revised Sheet No. 257

SUMMARY OF FIRM COMMERCIAL RATE COMPONENTS

FIRM TRANSPORTATION (FT)

Continue Change		<u>Transport</u>	Reference
Customer Charge per meter per month		249.70	
<u>Demand Charge</u> Demand Charge per therm per month a	applied to MDQ	2.00	
Delivery Charge ("DEL") per therm			
Transport Rate: Pre-tax Base Rate		0.0748	
SUT		<u>0.0051</u>	Rider B
After-tax Base Rate		0.0799	
EE		0.0327	Rider F
Total Transport Rate	a	0.1126	
Societal Benefits Charge ("SBC"):			
NJ's Clean Energy		0.0167	Rider E
RA		0.0145	Rider C
USF		<u>0.009127</u>	Rider H
Total SBC	b	<u>0.04<mark>0</mark>39</u>	
Delivery Charge (DEL)	a+b=c	<u>0.15</u> 29 <u>65</u>	

With the exception of the Customer Charge and Demand charges, these rates are on a per-therm basis.

Customer, Demand, and DEL, charges are presented on customer bills.

Date of Issue: Issued by:

December 6, 2016

Mark R. Sperduto G. Kahrer, Senior Vice President

2017 Wall, NJ 07719

Eleventh Tenth Revised Sheet No. 258 Superseding Tenth Ninth Revised Sheet No. 258

SUMMARY OF FIRM COMMERCIAL RATE COMPONENTS

Commercial Distributed Generation Service - DGC-Balancing

		Nov - Apr	May - Oct	Reference
Customer Charge Customer Charge per meter per month		54.93	54.93	
Demand Charge				
Demand Charge per therm per month applied to PBQ		1.50	1.50	
Delivery Charge ("DEL") per therm				
Transport Rate:				
Pre-tax Base Rate		0.0604	0.0298	
SUT		0.0042	0.0020	Rider B
After-tax Base Rate		0.0646	0.0318	
EE		0.0327	0.0327	Rider F
Total Transport Rate	a	0.0973	0.0645	
Societal Benefits Charge ("SBC"):				
NJ's Clean Energy		0.0167	0.0167	Rider E
RA		0.0145	0.0145	Rider C
USF		<u>0.009127</u>	<u>0.009127</u>	Rider H
Total SBC	b	<u>0.04<mark>0</mark>39</u>	<u>0.04039</u>	
Balancing Charge	c	<u>0.0621</u>	<u>0.0621</u>	
DGC-Balancing Delivery Charge (DEL)	a+b+c=d	<u>0.1997</u> 2033	<u>0.1669705</u>	
Basic Gas Supply Charge ("BGS")				
BGS	e	<u>0.4629</u>	<u>0.4629</u>	Rider A

The Delivery Charges for DGC-Balancing above include the Balancing Charge as reflected in Rider "A" of this Tariff for customers whose Marketer or Broker delivers gas on their behalf pursuant to paragraph (3) under Deliveries to Company's Designated Delivery Meter section of Service Classification MBR.

With the exception of the Customer Charge and Demand Charge, these rates are on a per-therm basis.

Customer Charge, Demand Charge, DEL, and BGS charges are presented on customer bills.

Date of Issue: May 30, 2017

Issued by: Mark G. Kahrer, Vice President

Wall, NJ 07719

SUMMARY OF FIRM COMMERCIAL RATE COMPONENTS

Commercial Distributed Generation Service – DGC-FT

Containing Classic		Nov - Apr	May - Oct	Reference
Customer Charge Customer Charge per meter per month		54.93	54.93	
Demand Charge Demand Charge per therm per month applied to PBQ		1.50	1.50	
Delivery Charge ("DEL") per therm				
Transport Rate: Pre-tax Base Rate		0.0604	0.0298	
SUT		0.0042	0.0020	Rider B
After-tax Base Rate		0.0646	0.0318	
EE		<u>0.0327</u>	0.0327	Rider F
Total Transport Rate	a	0.0973	0.0645	
Societal Benefits Charge ("SBC"):				
NJ's Clean Energy		0.0167	0.0167	Rider E
RA		0.0145	0.0145	Rider C
USF		<u>0.009127</u>	<u>0.009127</u>	Rider H
Total SBC	b	<u>0.04<mark>0</mark>39</u>	<u>0.04<mark>0</mark>39</u>	
DGC-FT Delivery Charge (DEL)	a+b=c	<u>0.1</u> 376 <u>412</u>	<u>0.10484</u>	

For DGC-FT customers whose Marketer or Broker delivers gas on their behalf pursuant to paragraph (1) under Deliveries to Company's Designated Delivery Meter section of Service Classification MBR, the DGC-FT Delivery Charges above exclude the Balancing Charge reflected in Rider "A" of this Tariff.

With the exception of the Customer Charge and Demand Charge, these rates are on a per-therm basis.

Customer Charge, Demand Charge, and DEL rate are presented on customer bills

Date of Issue: December 6, 2016

Issued by: Mark R. Sperduto G. Kahrer, Senior Vice President

2017 Wall, NJ 07719

SUMMARY OF FIRM COMMERCIAL RATE COMPONENTS

Electric Generation Service (EGS)

Customer Charge		Without <u>SUT</u>	With <u>SUT</u>	Reference
Customer Charge per meter per month		934.58	998.83	
<u>Demand Charge</u> Demand Charge per therm per month	applied to MDQ	1.6121	1.7229	
Delivery Charge ("DEL") per therm				
Transport Rate:		0.0050	0.0050	
Pre-tax Base Rate		0.0050	0.0050	D'I D
SUT		<u>0.0000</u>	0.0003	Rider B
Delivery Charge excluding Riders C, E, F and H	a	0.0050	0.0053	
EE	b	0.0306	0.0327	Rider F
Societal Benefits Charge ("SBC"):				
NJ's Clean Energy		0.0156	0.0167	Rider E
RA		0.0136	0.0145	Rider C
USF		<u>0.0085119</u>	<u>0.009127</u>	Rider H
Total SBC	c	<u>0.0377411</u>	<u>0.04<mark>0</mark>39</u>	
Delivery Charge (DEL) including Riders C, E, F and H	a+b+c=d	<u>0.0733</u> 67	<u>0.078319</u>	

With the exception of the Customer Charge and Demand charges, these rates are on a per-therm basis.

Customer, Demand, and DEL charges are presented on customer bills.

Natural gas used to generate electricity that is sold for resale by customers served under this Service Classification is exempt from Riders B, C, E, F, and H and shall not be billed for such charges subject to the Customer's submission of an Annual Certification form.

Date of Issue: December 6, 2016

Issued by: Mark R. Sperduto G. Kahrer, Senior Vice President

2017 Wall, NJ 07719

SUMMARY OF INTERRUPTIBLE RATE COMPONENTS

INTERRUPTIBLE SALES AND TRANSPORTATION

With Alternate Fuel

		Bundled Sales	<u>Transport</u>	Reference
<u>Customer Charge</u> Customer Charge per meter per month		574.32	574.32	
Delivery Charge ("DEL") per therm				
Transport Rate: Pre-tax Base Rate SUT		0.0494 <u>0.0034</u>	0.0494 <u>0.0034</u>	Rider B
After-tax Base Rate EE		0.0528 <u>0.0327</u>	0.0528 <u>0.0327</u>	Rider F
Total Transport Rate	a	0.0855	0.0855	
Societal Benefits Charge ("SBC"): NJ's Clean Energy RA USF		0.0167 0.0145 <u>0.009127</u>	0.0167 0.0145 <u>0.009127</u>	Rider E Rider C Rider H
Total SBC	b	<u>0.04<mark>0</mark>39</u>	<u>0.04<mark>0</mark></u> 39	
Delivery Charge (DEL)	a+b=c	<u>0.125894</u>	<u>0.125894</u>	
Basic Gas Supply Charge ("BGS") Monthly BGSS	d	0.5250	X	Rider A
BGS	d	<u>0.5250</u>	X	

With the exception of the Customer Charge, these rates are on a per-therm basis.

Customer Charge, DEL rate and BGS rate are presented on customer bills.

Date of Issue: <u>May 30, 2017</u>

Issued by: Mark G. Kahrer, Vice President

Wall, NJ 07719

<u>TwelfthEleventh</u> Revised Sheet No. 262 Superseding EleventhTenth Revised Sheet No. 262

SUMMARY OF INTERRUPTIBLE RATE COMPONENTS

INTERRUPTIBLE SALES AND TRANSPORTATION

Without Alternate Fuel

		Bundled Sales	<u>Transport</u>	Reference
<u>Customer Charge</u> Customer Charge per meter per month		574.32	574.32	
<u>Delivery Charge ("DEL") per therm</u> Transport Rate:				
Pre-tax Base Rate SUT		0.2753 <u>0.0189</u>	0.2753 <u>0.0189</u>	Rider B
After-tax Base Rate EE		0.2942 <u>0.0327</u>	0.2942 <u>0.0327</u>	Rider F
Total Transport Rate	a	0.3269	0.3269	
Societal Benefits Charge ("SBC"): NJ's Clean Energy RA USF		0.0167 0.0145 <u>0.009127</u>	0.0167 0.0145 <u>0.009127</u>	Rider E Rider C Rider H
Total SBC	b	<u>0.04039</u>	<u>0.04<mark>0</mark>39</u>	
Delivery Charge (DEL)	a+b=c	<u>0.367208</u>	<u>0.367208</u>	
Basic Gas Supply Charge ("BGS") Monthly BGSS	d	0.5250	X	Rider A
BGS	d	<u>0.5250</u>	X	

With the exception of the Customer Charge, these rates are on a per-therm basis.

Customer Charge, DEL rate and BGS rate are presented on customer bills.

Date of Issue: <u>May 30, 2017</u>

Issued by: Mark G. Kahrer, Vice President

Wall, NJ 07719

SUMMARY OF FIRM COMMERCIAL RATE COMPONENTS

Compressed Natural Gas (CNG)

		Bundled Sales	Transport	Reference
Customer Charge			<u>-</u>	
Customer Charge per meter per month		54.93	54.93	
Delivery Charge ("DEL") per therm				
Transport Rate:				
Pre-tax Base Rate		0.1703	0.1703	
CNG Charge		0.2000	0.2000	
SUT		0.0255	<u>0.0255</u>	Rider B
After-tax Base Rate		0.3958	0.3958	
EE		0.0327	0.0327	Rider F
				
Total Transport Rate	a	0.4285	0.4285	
Societal Benefits Charge ("SBC"):				
NJ's Clean Energy		0.0167	0.0167	Rider E
RA		0.0145	0.0145	Rider C
USF		<u>0.009127</u>	<u>0.009127</u>	Rider H
Total SBC	b	<u>0.04<mark>0</mark>39</u>	<u>0.04039</u>	
Delivery Charge (DEL)	a+b=c	<u>0.4</u> 688 <u>724</u>	<u>0.4</u> 688 <u>724</u>	
D · C S I CI ///DCC				
Basic Gas Supply Charge ("BGS") Monthly BGSS	d	0.5250	X	Rider A
BGS	d	<u>0.5250</u>	X	

With the exception of the Customer Charge, these rates are on a per-therm basis.

Customer, DEL, and BGSS charges are presented on customer bills.

Date of Issue: May 30, 2017

Issued by: Mark G. Kahrer, Vice President

Wall, NJ 07719

SUMMARY OF RESIDENTIAL AND FIRM COMMERCIAL RATE COMPONENTS

Natural Gas Vehicles (NGV)

Gas Available at Company Facilities

				Reference
Delivery Charge ("DEL")		\$ per therm	\$ per GGE	
Transport Rate:		. 1	. 1	
Pre-tax Base Rate		0.1703		
SUT		<u>0.0117</u>		Rider B
AG D D		0.1020		
After-tax Base Rate		0.1820		Rider F
EE		0.0327		Kider F
Total Transport Rate	a	0.2147		
Societal Benefits Charge ("SBC"):				
NJ's Clean Energy		0.0167		Rider E
RA		0.0145		Rider C
USF		0.0091 27		Rider H
Total SBC	В	<u>0.04<mark>0</mark>39</u>		
Delivery Charge (DEL)	a+b=c	0.25 <u>50</u> 86	0.3 <u>188</u> 233	
Compression Charge	d	0.4970	0.6213	
Monthly Basic Gas Supply Charge ("BGS")	e	0.5250	0.6563	Rider A
Total Variable Charge	c+d+e=f	<u>1.277806</u>	1. <u>59</u> 6 <u>4009</u>	
New Jersey Motor Vehicle Fuel Tax	g		0.0000	
Federal Excise Fuel Tax *	h		0.1806	
Federal Excise Fuel Tax Credit *	i		0.0000	
	-			
Total Price	f+g+h+i		<u>1.7770815</u>	
	=j			
	·			

^{*}Adjusted to reflect Internal Revenue Service GGE Conversion.

Date of Issue: May 30, 2017

Issued by: Mark G. Kahrer, Vice President

Wall, NJ 07719

BPU No. 9 - Gas

<u>TwelfEleventh</u> Revised Sheet No. 265 Superseding <u>Eleventh Tenth</u> Revised Sheet No. 265

SUMMARY OF RESIDENTIAL AND FIRM COMMERCIAL RATE COMPONENTS

Natural Gas Vehicles (NGV)

Customer Owned Facilities

<u>Customer O</u>	wiicu r aci	<u>iities</u>		Reference
Customer Charge				
Residential Customer Charge per month		\$8.84		
Commercial Customer Charge per meter per month		\$54.93		
Delivery Charge ("DEL")		\$ per therm	\$ per GGE	
Transport Rate:		+ F	+ F	
Pre-tax Base Rate		0.1703		
SUT		0.0117		Rider B
After-tax Base Rate		0.1820		
EE		0.0327		Rider F
Total Transport Rate	a	0.2147		
Societal Benefits Charge ("SBC"):				
NJ's Clean Energy		0.0167		Rider E
RA		0.0145		Rider C
USF		<u>0.009127</u>		Rider H
Total SBC	b	0.04 <mark>039</mark>		
Delivery Charge (DEL)	a+b=c	0.25 <u>50</u> 86	0.3 <u>188</u> 233	
Monthly Basic Gas Supply Charge ("BGS")	d	0.5250	0.6563	Rider A
,		<u></u>	<u> </u>	
Total Variable Charge	c+d=e	<u>0.780036</u>	<u>0.975196</u>	

Customer, DEL, and BGS charges are presented on customer bills for Firm Sales Gas Service. Customer and DEL charges are presented on customer bills for Firm Transport Gas Service.

Date of Issue: May 30, 2017

Issued by: Mark G. Kahrer, Vice President

Wall, NJ 07719