

## STATE OF NEW JERSEY

Board of Public Utilities Two Gateway Center Newark, NJ 07102 www.nj.gov/bpu/

# <u>DIVISION OF ENERGY AND</u> <u>OFFICE OF CLEAN ENERGY</u>

IN THE MATTER OF THE PETITION OF SOUTH JERSEY GAS COMPANY FOR APPROVAL OF AN ENERGY EFFICIENCY PROGRAM ("EEP") WITH AN ASSOCIATED ENERGY EFFICIENCY TRACKER ("EET") PURSUANT TO N.J.S.A. 48:3-98.1; AND TO MODIFY RATE SCHEDULE EGS-LV

ORDER GRANTING INTERVENTION AND ADMISSION PRO HAC VICE

**DOCKET NO. GO09010059** 

(SERVICE LIST ATTACHED)

### BY PRESIDENT JEANNE M. FOX:

On January 23, 2009, South Jersey Gas Company ("SJG" or "the Company") filed a petition for approval to implement and administer five Energy Efficiency programs ("EEP") in response to Governor Corzine's Economic Stimulus Plan and for approval of an associated cost recovery mechanism. The Company seeks to implement the EEP, which target both residential and Commercial and Industrial ("C&I") market segments, on an expedited basis in the second quarter of 2009. SJG asserts that the EEP is geared toward encouraging customers to reduce their overall energy usage as well as toward creating additional jobs in the energy efficiency market. One of the major objectives of these energy efficiency filings is to preserve and create green collar jobs in the State. SJG will be required to estimate and then track the number of green collar jobs created or preserved through the proposed programs.

SJG anticipates expending approximately \$17,118,275 on the EEP, with recovery of all associated revenue requirements to be recovered through an Energy Efficiency Tracker ("EET"). As envisioned by the Petition, the EET would consist of two parts; one part would earn a return on the EEP costs and recover the amortization of the regulatory asset ("RA") to be created upon SJG's balance sheet, while the other would recover incremental operating and maintenance ("O&M") expenses associated with the EEP. The return on the RA would be set equal to the WACC utilized in the Company's most recent base rate case in Docket No. GR03080683.

By Order dated February 19, 2009, the Board determined that this matter should be retained by the Board for review and hearing, and, as authorized by N.J.S.A. 48:2-32, designated the undersigned as the presiding officer who is authorized to rule on all motions that arise during the proceeding and modify any schedule that may be set as necessary to secure just and expeditious determination of the issues

By letter dated February 24, 2009, Steven S. Goldenberg, Esq. filed a motion to intervene in this proceeding on behalf of the New Jersey Large Energy Users Coalition ("NJLEUC"). According to the motion, NJLEUC is an association of large volume customers which, among other things, monitors regulatory proceedings on behalf of its members, including those serviced by SJG. According to the motion, NJLEUC's members, as large end-use customers on the SJG system, will be directly and immediately affected by the energy efficiency investments and associated rate relief requested by the petition. NJLEUC maintains that it has a unique perspective not otherwise represented and that its participation in this matter will constructively and measurably advance this proceeding, as required by N.J.A.C. 1:1-16.3(a). NJLEUC also commits to working cooperatively with the other parties to this proceeding, to the extent possible.

Mr. Goldenberg has also moved pursuant to  $\underline{\text{N.J.A.C.}}$  1:1-5.2 and 1:21-2 for the admission *pro hac vice* of Paul F. Forshay, Esq. a member in good standing of the bar of the District of Columbia. Mr. Forshay filed an affidavit with the motion asserting that there is good cause for his admission since he has considerable experience representing marketers and large end users in proceedings before the Board and the Federal Energy Regulatory Commission, he has been requested by NJLEUC to appear in these proceedings, and that he is associated in this matter with Mr. Goldenberg who is New Jersey counsel of record. The affidavit also indicates that Mr. Forshay has satisfied all of the conditions for admission as set forth in  $\underline{R.}$  1:21-2(a), and that the fees required by  $\underline{R.}$  1:20-1(b) and 1:28-2 have been paid to the Disciplinary Oversight Committee and the New Jersey Lawyers' Fund for Client Protection.

No objections to the motions were received.

#### FINDINGS and DISCUSSION

Pursuant to <u>N.J.A.C.</u> 1:1-16.3(a), to determine if a motion to intervene should be granted, the Board considers the nature and extent of the party's interest in the outcome of the investigation; whether the party's interest is sufficiently different from that of other parties; whether inclusion will add constructively to the case; and whether intervention will confuse or delay the matter.

Based on my review of NJLEUC's motion to intervene and the record in this matter, I <u>HEREBY GRANT</u> the motion provided that NJLEUC complies with the schedule adopted for this proceeding on February 25, 2009.

Based on review of the motion for admission *pro hac vice* of Mr. Forshay and the supporting affidavit, and no objections having been received, I <u>FIND</u> that Mr. Forshay has satisfied the conditions for admission, and therefore, <u>HEREBY GRANT</u> the motion for admission to practice before the Board for this proceeding only, provided that Mr. Forshay shall:

- 1) abide by the Board's rules and all applicable New Jersey court rules, including all disciplinary rules;
- 2) submit proof of payment of the fees required by R.1:20-1(b) and 1:28-2;
- consent to the appointment of the Clerk of the Supreme Court as agent upon whom service of process may be made for all actions against him that may arise out of his participation in this matter;
- 4) notify the Board immediately of any matter affecting his standing at the bar of any other jurisdiction; and
- 5) have all pleadings, briefs and other papers filed with the Board signed by the attorney of record authorized to practice in this State, who shall be held responsible for them and for the conduct of this cause and the attorney admitted by this Order.

This ruling is provisional and subject to ratification or other alteration by the Board as it deems appropriate during the proceeding in this matter.

DATED:

3/27/09

BY:

## I/M/O ENERGY EFFICIENCY PROGRAMS AND ASSOCIATED COST RECOVERY MECHANISM PROCEEDINGS BPU DOCKET NO. E009010056

and

I/M/O THE PETITION OF SOUTH JERSEY GAS COMPANY FOR APPROVAL OF AN ENERGY EFFICIENCY PROGRAM WITH AN ASSOCIATED ENERGY EFFICIENCY TRACKER PURSUANT TO N.J.S.A. 48:3-98.1 AND TO MODIFY RATE SCHEDULE EGS-LV BPU DOCKET NO. GO09010059

### SERVICE LIST

BPU

Alice Bator, Bureau Chief \* PHONE: (973)648-2448

alice.bator@bpu.state.nj.us

Mona Mosser, Bureau Chief \*

PHONE: (973)648-2891 FAX: (973)648-2409

FAX: (973)648-7420

mona.mosser@bpu.state.nj.us

Samuel Wolfe, Chief Counsel

PHONE: (973)648-2016 FAX: (973)648-2209

samuel.wolfe@bpu.state.nj.us

Stacy Peterson \* PHONE: (973)648-2143

FAX: (973)648-4410

stacy.peterson@bpu.state.nj.us

Eleana Lihan

PHONE: (973)648-2354 FAX: (973)648-2836

eleana.lihan@bpu.state.nj.us

Sheila Iannaccone, Bureau Chief

PHONE: (973)648-3705 FAX: (973)648-2467

mona.mosser@bpu.state.nj.us

Andrea Reid

PHONE: (973)648-2294 FAX: (973)648-7420

andrea.reid@bpu.state.nj.us

John Teaque

PHONE: (973)648-3403 FAX: (973)648-2409

John.teague@bpu.state.nj.us

Jamal H. Garner PHONE: (973)648-7278 FAX: (973)648-2467

Jamal.garner@bpu.state.nj.us

Rachel Boylan

PHONE: (973)693-5037 FAX: (973)648-2209

rachel.boylan@bpu.state.nj.us

Eloisa Flores

PHONE: (973)648-3596 FAX: (973)648-7420

eloisa.flores@bpu.state.nj.us

Michael Winka, Manager

Newark, NJ 07102 PHONE: (973)648-7270 PHONE: (973)648-727 FAX: (609)777-3330

michael.winka@bpu.state.nj.us

Kristi Izzo, Secretary \*
Board of Public Utilities
Two Gateway Center
Newark, NJ 07102
PHONE: (973)648-3426 FAX: (973)648-2409

kristi.izzo@bpu.state.nj.us

Rene Demuynck

PHONE: (609)777-3337 FAX: (609)777-3336

rene.demuynck@bpu.state.nj.us

Suzanne Patnaude, Dep. Chief Counsel PHONE: (973)648-3858

FAX: (973)648-2209

Suzanne.patnaude@bpu.state.nj.us

John Zarzycki PHONE: (973)648-4967

FAX: (973)648-2409

john.zarzycki@bpu.state.nj.us

<sup>\*</sup> means regular mail and email service

DAsG for Board Staff

Caroline Vachier, DAG \*

NJ Dept. of Law & Public Safety

Division of Law

124 Halsey Street, 5<sup>th</sup> Flr.

P.O. Box 45029 Newark, NJ 07101 PHONE: (973)648-3709 FAX: (973)648-3555

caroline.vachier@dol.lps.state.nj.us

Jessica L. Campbell, DAG PHONE: (973)648-4762 FAX: (973)648-3555

jessica.campbell@dol.lps.state.nj.us

Kerri Kirschbaum, DAG PHONE: (973)648-7811 FAX: (973)648-3555

kerri.kirschbaum@dol.lps.state.nj.us

Alex Moreau, DAG PHONE: (973)648-3762 FAX: (973)648-3555

alex.moreau@dol.lps.state.nj.us

Anne M. Shatto, DAG PHONE: (973)648-3762 FAX: (973)648-3555

anne.shatto@dol.lps.state.nj.us

Kidar Twine, Paralegal PHONE: (973)648-3755 FAX: (973)648-3555

kidar.twine@dol.lps.state.nj.us

Advising DAsG

Elise Goldblat, DAG PHONE: (973)648-3709 FAX: (973)648-3555

elise.goldblat@dol.lps.state.nj.us

Babette Tenzer, DAG PHONE: (973)648-3441 FAX: (973)648-3555

babette.tenzer@dol.lps.state.nj.us

ADVOCATE

Stefanie A. Brand, Director \* Division of Rate Counsel 31 Clinton Street B 11th Flr. PO Box 46005 Newark, NJ 07101

PHONE: (973)648-2690 FAX: (973)624-1047 sbrand@rpa.state.nj.us

Paul Flanagan, Litigation Manager Felicia Thomas-Friel, Esq.

Ami Morita, Esq. Sarah Steindel, Esq.

Shelly Massey

pflanagan@rpa.state.nj.us fthomas@rpa.state.nj.us amorita@rpa.state.nj.us ssteinde@rpa.state.nj.us smassey@rpa.state.nj.us

RATE COUNSEL CONSULTANTS

David Dismukes Kim Dismukes Beth Oleks dismukes@lsu.edu kimdismukes@cox.net betholeks@verizon.net David Nichols

davidnichols@verizon.net

James Goldstein John Stutz jgold@tellus.org jstutz@tellus.org

Andrea Crane James Cotton ctcolumbia@aol.com David Peterson davep@chesapeake.net

<sup>\*</sup> means regular mail and email service

#### SJG

Samuel A. Pignatelli, V.P. spignatelli@sjindustries.com

Stacey M. Barnes, Manager sbarnes@sjindustries.com

Ira G. Megdal, Esq. \*
Cozen O'Connor
Liberty View, Suite 300
457 Haddonfield Road
Cherry Hill, NJ 08002
PHONE: (856)910-5009
FAX: (856)494-7805
imegdal@cozen.com

John F. Stanziola, Director jstanziola@sjindustries.com

James G. Fredericks jfredericks@sjindustries.com

Daniel J. Bitonti, Esq. dbitonti@cozen.com

#### NJLEUC

Steven S. Goldenberg, Esq. Fox Rothschild LLP 997 Lenox Drive, Building 3 Lawrenceville, NJ 08648-2311 PHONE: (609)896-4586 FAX: (609)896-1469 sgoldenberg@foxrothschild.com Paul Forshay, Esq. paul.forshay@sutherland.com

<sup>\*</sup> means regular mail and email service