

**PIVOTAL UTILITY HOLDINGS, INC. D/B/A ELIZABETHTOWN GAS
NOTICE OF PUBLIC HEARINGS**

TO OUR CUSTOMERS:

On June 1, 2009, Pivotal Utility Holdings, Inc. d/b/a Elizabethtown Gas ("Elizabethtown"), filed a Petition with the New Jersey Board of Public Utilities ("BPU") in Docket No. GR09060431 to revise its Basic Gas Supply Service – Periodic ("BGSS-P") rate. The Company has petitioned the BPU to decrease its current BGSS-P rate from \$1.2801 per therm to \$0.8031 per therm, a decrease of 27.8% to the typical residential customer using 100 therms.

The proposed rates are subject to BPU approval and may be higher or lower depending on the Board's final determination and the date on which such rates are made effective. The overall percentage change in certain affected rate schedules are as follows:

<u>Rate Schedule</u>	<u>Percentage Change</u>
Residential Service	27.8%

The effect of the Company's filing on typical residential gas bills is illustrated below:

<u>Consumption In Therms</u>	<u>Present Bill</u>	<u>Proposed Bill</u>	<u>Percent Change</u>
10	\$24.62	\$19.85	(19.4%)
50	\$91.40	\$67.55	(26.1%)
100	\$171.73	\$124.03	(27.8%)
250	\$412.74	\$293.49	(28.9%)

These proposed rates may be subject to a self-implementing rate increase of up to 5% on December 1st and another 5% increase on February 1st, upon 30 days written notice by Elizabethtown Gas to the New Jersey Board of Public Utilities and the Division of Rate Counsel. Should it become necessary to apply the self-implementing increase, the impact of this increase on December 1st on a typical residential customer using 100 therms per month would be an incremental increase of \$6.20, increasing the proposed bill from \$124.03 to \$130.23. Should it become necessary to apply the self-implementing increase on February 1st, the incremental increase would be \$6.51, increasing the proposed bill from \$130.23 to \$136.74.

Any assistance required by Customers in ascertaining the impact of the proposed rate increase will be provided by the Company on request.

The Board has the statutory authority to establish Elizabethtown's rates at levels it finds just and reasonable as well as to establish the effective date of such rates. Therefore, the BPU may establish the rates at levels and/or an effective date other than those proposed by Elizabethtown.

Copies of the Petition are available for inspection at the Company offices located at 300 Connell Drive, Suite 3000, Berkeley Heights, New Jersey, online at Elizabethtown's website: www.elizabethtowngas.com, or at the Board of Public Utilities, Two Gateway Center, Newark, New Jersey, 07102.

PLEASE TAKE NOTICE that Public Hearings have been scheduled on the above mentioned Petition at the following times and places:

August 19, 2009 at 5:30 p.m.

Rahway Municipal Council, Court Chambers, City Hall Plaza, Rahway, New Jersey 07065

August 27, 2009 at 5:30 p.m.

Hunterdon County Complex, Route 12, Building #1, Flemington, New Jersey 08822

The public is invited to attend and interested persons will be permitted to testify and/or make a statement of their views on the proposed increases. In order to encourage full participation in this opportunity for public comment, please submit requests for needed accommodations, including interpreter, listening devices and/or mobility assistance, 48 hours prior to this Hearing. In addition, members of the public may submit written comments concerning the Petition to the BPU regardless of whether they attend the hearing by addressing them to: Honorable Kristi Izzo, Secretary, Board of Public Utilities, Two Gateway Center, Newark, New Jersey, 07102.

Hearings will continue, if necessary, on such additional dates and at such locations as the Office of Administrative Law may designate in order to ensure that all interested persons may be heard.

**Pivotal Utility Holdings, Inc. d/b/a Elizabethtown Gas
Donald Carter – Vice President of Operations**