Justin B. Incardone Associate General Regulatory Counsel

RECEIVED
CASE MANAGEMENT

JUN 05 2019

BOARD OF PUBLIC UTILITIES TRENTON, NJ

Law Department PSEG Services Corporation

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CASE MANAGEMENT

2019 JUN -6 A 11: 22

PSEG
Services Corporation

BOARD OF PUBLIC UTILITY, 2019

In The Matter of the Petition of Public Service Electric and Gas Company for Approval of its Clean Energy Future-Energy Efficiency ("CEF-EE") Program on a Regulated Basis

BPU Docket Nos. GO18101112 & EO18101113

RECEIVED MAIL ROOM

JUN 05 2019

BOARD OF PUBLIC UTILITIES TRENTON, NJ

VIA ELECTRONIC & REGULAR MAIL

Aida Camacho-Welch, Secretary Board of Public Utilities 44 South Clinton Avenue, 3rd Flr. P.O. Box 350 Trenton, New Jersey 08625-0350

Dear Secretary Camacho-Welch:

Attached and filed herewith is a copy of affidavits as proof of publication of the Notice of Filing and Public Hearings in the above-referenced matter. This notice appeared in the following newspapers on February 19, 2019.

Burlington County Times

Courier-Post Herald News

The Jersey Journal

New Jersey Herald

The Record

South Jersey Times

Star-Ledger

The Times (Trenton)

The Trentonian

I also represent to you that the municipal clerks and county executives who are within the Company's electric service territory received copies of this notice by first class mail on February 20, 2019.

Very truly yours,

Justin B. Incardone

Attachments

C Attached Service List (Letter Only - Electronic)

Public Service Electric and Gas Company CEF-EE

GO18101112 and EO18101113

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GO18101112 and EO18101113

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NOTICE TO PUBLIC SERVICE ELECTRIC AND GAS COMPANY CUSTOMERS

IN THE MATTER OF THE PETITION OF PUBLIC SERVICE ELECTRIC AND GAS COMPANY FOR APPROVAL OF ITS CLEAN ENERGY TURIE – ENERGY EFFICIENCY ("CEF-EE") PROGRAM ON A REGULATED BASIS

Notice of Public Hearings BPU Docket Nos. GO18101112 and EO18101113

TAKE NOTICE that Public Service Electric and Gas Company ("Public Service," "PSEZG," or "Company") filed a petition with the New Jersey Board of Public Ublifies ("Board" or "BPU") in October 2018 requesting approval to expand its energy efficiency deployment in its service territory beyond current levels through the establishment of a Clean Energy Future - Energy Efficiency Program ("CEF-EE Program" or "Program").

Additionally, the Company has requested the authority to implement an electric and gas Green Enabling Mechanism (GEM), which would decouple PSEAG's electric and gas sales revenue from per customer usage.

The CEF-EE Program includes 22 subprograms that aim to increase energy efficiency in all sectors of the economy and offer savings opportunities across PSE8G's customer base. The subprograms will implement energy efficiency measures that will be in effect for as much as 30 years.

PSESG eacks SPU approval to commit up to \$2.5 billion in direct investment and \$283 million in expense over a period of approximately six (6) years. Approval of this filing would increase rates to be paid by the Company's electric customers by \$3.3.0 million and increase rates to be paid by the Company's gas customers by \$1.4 million.

PSE&G proposes to recover all Program costs through a new, separate component of the existing electric and gas Green Programs Recovery Charge ("GPRC") entitled "Clean Energy Future - Energy Efficiency Program." The CEF-EE Program component will be applicable to all electric and gas rate schedules. The component would be reviewed and modified in an annual filing.

The Company is requesting that any overfunder recovery of actual revenue requirements compared to revenues be deferred. In calculating the monthly interest on net over and under recoveries, the interest rate would be based upon the Company's interest rate obtained on its commercial paper and/or bank credit (tines utilized in the preceding month. The revenue requirement is calculated using the Company's most recent authorized weighted average cost of capital, which is currently set at 6.99%. The proposed GPRC rates, if approved by the Board, are shown in Table #1. Reterecovery of the CEF-EE costs will commence in 2019 and continue through 2042.

Table #2 and #3 provide the approximate net effect of the proposed initial increase in rates relating to the CEF-EE Program, if approved by the Board. The annual percentage increase applicable to specific customers will vary according to the applicable rate schedule and the level of the customer's usage. The approximate effect of the proposed initial increase on typical electic and gas residential monthly bills, if approved by the Board, is fillustrated in Table #4 and #5.

Under the Company's proposal, a typical residential electric customer using 740 kWh per summer month and 6,920 kWh on an annual basis would see an initial increase in the annual bill from \$1,253,76 to \$1,257,64, or \$3,88, or approximately 0,31%, in addition, PSE&G proposed to recover the overall Program costs over a period of approximately 25 years, with total recoveries of an estimated \$2,798 million, and a peak increase to typical annual residential electric bills of \$40.63 occurring in 2030. The average annual rate impact through 2043 would amount to an average increase in the annual bill of \$20.45, or 1.6% during this period.

Under the Company's proposal, a residential gas heating customer using 100 therms per month during the winter months and 610 therms on an annual basis would see an Initial increase in the annual bill from \$566.34 to \$566.84, or \$0.30, or approximately 0.05%.

Moreover, under the Company's proposal, a typical residential gas heating customer using 172 therms per month during the winter months and 1,040 therms on an annual basis would see an initial increase in the annual bill from \$939.03 to \$893.43 or \$0.40, or approximately 0.04%. In addition, PSE&G proposed to recover the overall Program costs over a period of approximately 25 years, with total recoveries of an estimated \$594 million and a peak increase to typical annual residential gas bills of \$20.32 occurring in 2032. The average annual rate impact through 2043 would amount to an average increase in the annual bill of \$10.92, or 1.2% during this period.

The Board has the statutory authority pursuant to N.J.S.A. 48:2-21 to establish the GPRC to levels it finds just and reasonable. Therefore, the Board may establish the GPRC at a level other than that proposed by Public Service. Therefore, the described charges may increase or decrease based upon the Board's decision.

Copies of the Company's filing are available for review at the Company's Customer Service Centers (addresses located here: https://injpseg.com/customerservice/locations), online at the PSEG website at http://www.pseg.com/pseandgifilings, and at the Board of Public Utilities at 44 South Clinton Avenue, 2nd Floor, Trenton, NJ 08625-0350, Any member of the public who wents to inspect the petition at the Board may contact the Board's Division of Case Management at (609) 282-0806 to schedule an appointment.

The following dates, times and locations for public hearings on the Company's CEF-EE Program filing have been scheduled so that members of the public may present their views. Information provided at the public hearings will become part of the record of this case and multibe considered by the Board in making its decision.

March 13, 2019
4:00 and 5:30 PM
Middlesex County
Administration Building
Freeholders Meeting Room
1st Floor Meeting Room
75 Bayard Street
New Brunswick, NJ 08901

March 18, 2019
4:00 and 5:30 PM
Burlington County
Administration Building
Board of Chosen
Fresholders Board Room
1st Floor
49 Rancocas Road
Mt. Holly, NJ 08860

March 21, 2019 4:00 and 5:30 PM Bergen County Administration Building Freeholders Public Meeting Room Room 540 1 Bergen County Plaza Hackensack, NJ 07501

In order to encourage full participation in this opportunity for public comment, please submit any requests for needed accommodations, such as interpreters, listening devices or mobility assistance, 48 hours prior to the above hearings.

Customers may also file written comments with the Secretary of the Board of Public Utilities at 44 South Clinton Avenue, Third Floot, Suite 314, P.O. Box 350, Trenton, New Jersey, 08625-0350, ATTN: Secretary Aida Camacho-Welch, whether or not they attend the public hearings.

Table #1 Initial GPRC Charge Impact

	CEF-E8 Program Component of the GPRC		Total GPRC	
	Present (Incl SUT)	Proposed (Incl SUT)	Present (Incl SUT)	Proposed (incl SUT)
OPRC Electric - \$ per KWhr	\$0.000000	\$0.000551	\$8.001501	\$0.902053
GPRC Gau. • § per Therm	\$0.00000	\$0.000409	\$0.005346	\$0.005756

Table #2 Initial Rate Impact by Electric Customer Class

	Rate Class	% increase
Residential	RS	0.31%
Residential Heating	RHS	0.39
Residential Load Management	RLM	0,31
General Lighting & Power	GLP	0.33
Large Power & Lighting-Secondary	LPL-S	0.43
Large Power & Lighting-Primary	(PLP	0,50
High Tension-Subtransmission	HTS-S	0.57

The percent increases round above are based upon Delivery Rates and the applicable Basic Generation Service (GGS) charges in effect February 1, 2019, and assumes that customers receive pormodaly service from Public Service Electric and Gas Company,

Table #3 Initial Rate Impact by Gas Customer Class

Proposed Percentage (%) Increase by Customer Class for Gas Service				
	Rate Cises	% incresse		
Residential Service	ASG	0,04%		
Goneral Service	OSG	0.04		
Large Volume Service	TAQ.	0.05		
Firm Trensportation Class Service	TSO-F	0.00		
Non-Firm Transportation Gas Service	TSG-NF	0.06		
Cogeneration Interruptible Service	cis	80.0		

The percent increases noted above are based upon Delivers Rates and the applicable Static Gas Supply Service (BOSS) charges an affect February 1, 2010, and assumes that customers receive commodity service from Public Service Bectric and Cas Company.

Table #4 Residential Electric Service

If Your Annual kWh Usa (s:	Artd Your Monthly Summer kWh Use (s:	Then Your Present Monthly Summer Bill (1) Would Be:	And Your Proposed Monthly Summer Bill (2) Would Be:	Your Monthly Summer Bill Change Would Be:	And Your Monthly Percent Change Would Be:
1,732	185	\$37.12	\$37,22	\$0.10	0.27%
3,464	370	69.28	69,45	0.20	0.29
6,920	740	135.52	135.93	0.41	0.30
7,800	803	147.54	147.78	0.44	6.30
12,500	1,337	247.51	248,24	0.73	0.29

- Besed upon purrent Delivery Rates and Basic Generation Service Residential Small Commercial Pricing (BQS-RSCP) charges in effect February 1, 2015, and assumes that the customer receives BQS-RSCP service from Public Service.
- Some as (1) encept includes the proposed change in the Claren Energy Future Energy Eticiency Program component of the component of the

Table #5 Residential Gas Service

if Your Annual Theom Use le:	And Your Monthly Winter Therm Use is:	Then Your Present Monthly Winter Bill (1) Would Ele:	And Your Proposed Monthly Winter Bill (2) Would Ba:	Your Monthly Winter Bill Change Would Be;	And Your Monthly Percent Change Would Be:
170	25	\$27.93	\$27.94	\$0.01	0.04%
340	50	47.21	47.23	0.02	0.04
610	100	87,05	87.10	0.05	0.06
1,040	172	143.56	143.63	0.07	0.05
1,210	200	165.48	165.56	9.08	0.06
1,815	300	243.92	244.05	0.13	0.06

- Based upon current Delivery Rates and Basic Das Supply Service (BOSS-RSG) charges in effect February 1, 2019, and assumes that the customer receives BOSS-RSG commodity service from Public Service.
- 2. Same as (1) except includes the proposed change in the Clash Energy Future Energy Efficiency Program component of the GPRC.