NOTICE TO PUBLIC SERVICE ELECTRIC AND GAS COMPANYELECTRIC CUSTOMERS

In the Matter of the Petition of Public Service Electric and Gas Company for Approval of Electric Rate Adjustments Pursuant to the Energy Strong II Program

Notice of Filing and Notice of Public Hearings

Docket No. ER23110784

PLEASE TAKE NOTICE that, on November 1, 2023, Public Service Electric and Gas Company ("Public Service," "PSE&G," or "Company") filed a petition ("Petition") and supporting documentation with the New Jersey Board of Public Utilities ("Board" or "BPU") seeking Board approval for cost recovery associated with the extension of the Company's Energy Strong Program II ("ES II" or "Program").

On September 11, 2019, the Board issued an Order approving ES II in Docket Nos. EO18060629 and GO18060630 ("Order"). The Order provided approval to invest up to \$842 million, with \$691.5 million recovered through the Energy Strong II Rate Mechanism and \$150.5 million within stipulated base to harden its electric and gas infrastructure to make it less susceptible to damage from wind, flying debris and water damage in anticipation of future major storm events and to strengthen the resiliency of PSE&G's delivery system. It was anticipated that these investments would be made over a four (4)-year period beginning on the effective date of the Board's Order, with certain investments anticipated to be made over a five (5)-year period.

By the Petition, PSE&G seeks Board approval to recover an estimated annual revenue increase of approximately \$25.6 million from the Company's electric customers through the Energy Strong II Rate Mechanism associated with actual ES II investment costs incurred through September 30, 2023, and forecasted costs through January 31, 2024.

For illustrative purposes, the estimated ES II component of Infrastructure Investment Program ("IIP") charges effective May 1, 2024, including New Jersey Sales and Use Tax ("SUT") for Residential Rate Schedule RS, is shown in Table #1.

Table #2 provides customers with the approximate impact of the proposed increase in rates relating to ES II, if approved by the Board, effective May 1, 2024. The annual percentage increase applicable to specific customers will vary according to the applicable rate schedule and the level of the customer's usage.

Under the Company's proposal, a typical residential electric customer using 740 kWh in a summer month and 577 kWh in an average month (6,920 kWh annually) would see an increase in the average monthly bill from \$117.48 to \$118.38, or \$0.90, or approximately 0.77%. The approximate effect of the proposed increase on typical electric residential monthly bills, if approved by the Board, is illustrated in Table #3 below.

Any rate adjustments with resulting changes in bill impacts found by the Board to be just and reasonable as a result of the Petition may be modified and/or allocated by the Board in accordance with the provisions of N.J.S.A. 48:2-21 and for other good and legally sufficient reasons to any class or classes of customers of the Company. Therefore, the described charges may increase or decrease based upon the Board's decision. PSE&G's electric costs addressed in the Petition and subsequent updates will remain subject to audit by the Board, and Board approval shall not preclude or prohibit the Board from taking any such actions deemed appropriate as a result of any such audit.

A copy of this Notice of Filing and Public Hearings on the Petition is being served upon the clerk, executive or administrator of each municipality and county within the Company's service territory. The Petition is available for review online at the PSEG website at http://www.pseg.com/pseandgfilings and has also been sent to the New Jersey Division of Rate Counsel ("Rate Counsel"), who will represent the interests of all PSE&G customers in this proceeding. The Petition is also available to review online through the Board's website, https://publicaccess.bpu.state.nj.us, where you can search by the above-captioned docket number. The Petition and Board file may also be reviewed at the Board located at 44 South Clinton Avenue, 1st Floor, Trenton, NJ, with an appointment. To make an appointment, please call (609) 913-6298.

PLEASE TAKE FURTHER NOTICE that due to the COVID-19 pandemic, virtual public hearings are scheduled on the following date and times so that members of the public may present their views on the Petition.

DATE: March 12, 2024

TIMES: 4:30 p.m. and 5:30 p.m.

Join: Join Zoom Meeting <u>https://pseg.zoom.us/j/92846158128?pwd=czBtZHE5ZTh1Z1FveGImSVg0R1Nu</u> QT09#success

Go to <u>www.Zoom.com and choose</u> "Join a Meeting" at the top of the web page. When prompted, use Meeting number 928 4615 8128 to access the meeting.

or-

Join by phone (toll-free): Dial In: (888) 475-4499 Meeting ID: 928 4615 8128

When prompted, enter the Meeting ID number to access the meeting.

Representatives from the Company, Board Staff and the New Jersey Division of Rate Counsel will participate in the virtual public hearings. Members of the public are invited to participate by utilizing the link or dial-in number set forth above and may express their views on the Petition. All comments will be made a part of the final record of the proceeding and will be considered by the Board. To encourage full participation in this opportunity for public comment, please submit any requests for needed accommodations, such as interpreters and/or listening assistance, 48 hours prior to the above hearings to the Board Secretary at board.secretary@bu.nj.gov.

Comments may be submitted directly to the specific docket listed above using the "Post Comments" button on the Board's Public Document Search tool: (https://publicaccess.bpu.state.nj.us). Comments are considered public documents for purposes of the State's Open Public Records Act. Only public documents should be submitted using the "Post Comments" button on the Board's Public Document Search tool.

Any confidential information should be submitted in accordance with the procedures set forth in N.J.A.C. 14:1-12.3. In addition to hard copy submissions, confidential information may also be filed electronically via the Board's e-filing system or by email to the Secretary of the Board. Please include "Confidential Information" in the subject line of any email. Instructions for confidential e-filing are found on the Board's webpade at https://www.ni.gov/bpu/agenda/efiling/.

Emailed and/or written comments may also be submitted to: Sherri L. Golden, Secretary of the Board 44 South Clinton Ave., 1st Floor PO Box 350 Trenton, NJ 08625-0350 Phone: 609-913-6241 Email: board.secretary@bpu.ni.gov

Table #1 ES II COMPONENT OF INFRASTRUCTURE INVESTMENT PROGRAM CHARGES for Residential RS Customers Rates if Effective May 1, 2024

Rate Schedule			IIP Charges		
			Charges in Effect January 1, 2024 Including SUT	Proposed Charges in Effect May 1, 2024 Including SUT	
RS	Service Charge	per month	\$0.00	\$0.00	
	Distribution 0-600, June-September	\$/kWh	0.007980	0.011624	
	Distribution 0-600, October-May	\$/kWh	0.000000	0.000000	
	Distribution Over 600, June-September	\$/kWh	0.007980	0.011624	
	Distribution Over 600, October-May	\$/kWh	0.000000	0.000000	

Table #2

Proposed Percentage Change in Revenue by Customer Class for Electric Service for Rates if Effective May 1, 2024

	Rate Class	Percent Change (%)	
Residential Service	RS	0.75	
Residential Heating	RHS	0.75	
Residential Load Management	RLM	0.73	
Water Heating	WH	0.75	
Water Heating Storage	WHS	0.41	
Building Heating	HS	0.27	
General Lighting & Power	GLP	0.20	
Large Power & Lighting-Sec.	LPL-S	0.14	
Large Power & Lighting-Pri.	LPL-P	0.11	
High Tension-Subtr.	HTS-S	0.17	
High Tension-HV	HTS-HV	0.05	
Body Politic Lighting	BPL	0.03	
Body Politic Lighting-POF	BPL-POF	0.17	
Private Street & Area Lighting	PSAL	0.03	
Overall		0.37	

The percent increases noted above are based upon January 1, 2024, Delivery Rates and assumes that customers receive commodity service from PSE&G.

Table #3
Residential Electric Service for Rates if Effective May 1, 2024

If Your Average Monthly kWhr Use Is:	And Your Jun. to Sep. Average Monthly kWhr Use Is:	Then Your Present Average Monthly Bill (1) Would Be:	And Your Proposed Average Monthly Bill (2) Would Be:	Your Average Monthly Bill Change Would Be:	And Your Percent Change Would Be:	
144	185	\$32.96	\$33.18	\$0.22	0.67%	
289	370	60.96	61.41	0.45	0.74	
577	740	117.48	118.38	0.90	0.77	
650	803	131.90	132.87	0.97	0.74	
1,042	1,337	210.46	212.08	1.62	0.77	

(1) Based upon Delivery Rates and Basic Generation Service Residential Small Commercial Pricing (BGS-RSCP) charges in effect January 1, 2024, and assumes that the customer receives BGS-RSCP service from PSE&G.

(2) Same as (1) except includes the proposed change for the Energy Strong II Infrastructure Investment Program Charges.

