

# 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 CHANGES IN ITS ELECTRIC TAX ADJUSTMENT CREDIT AND GAS TAX ADJUSTMENT CREDIT

### Notice of a Filing and Notice of Public Hearings | BPU Docket Nos. ER19091302 & GR19091303

**TAKE NOTICE** that, on September 27, 2019, Public Service Electric and Gas Company ("Public Service," "PSE&G" or the "Company") filed a Petition and supporting documentation with the New Jersey Board of Public Utilities ("Board") requesting a resetting of the Company's Electric and Gas Tax Adjustment Credits ("TAC"). If approved, this filing would decrease rates to be paid by the Company's electric customers by \$15.5 million annually and would decrease rates to be paid by the Company's gas customers by \$10.1 million annually. These changes are the result of adjustments to the TAC, which was designed to return net tax benefits from the Tax Cuts and Jobs Act of 2017, and other income tax related adjustments to customers. The proposed electric and gas TAC credits, if approved by the Board, are shown in Tables #1 and #2. The only customers that will experience an increase as a result of the TAC in this filing are those large users in the CSG ("Contract Service Gas") class, who will experience an increase of approximately 7.7%.

The approximate effects of the proposed change on typical electric and gas residential monthly bills, if approved by the Board, are illustrated in Tables #3 and #4.

Based on the filing, a typical residential electric customer using 740 kilowatt-hours per summer month and 6,920 kilowatt-hours on an annual basis would see a decrease in the annual bill from \$1,229.48 to \$1,223.20, or \$6.28 or approximately 0.51%.

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 a decrease in the annual bill from \$561.92 to \$559.10, or \$2.82 or approximately 0.50%.

Moreover, under the Company's proposal, a typical residential heating customer using 172 therms per month during the winter months and 1,040 therms on an annual basis would see a decrease in the annual bill from \$885.06 to \$880.24, or \$4.82 or approximately 0.54%.

The Board has the statutory authority pursuant to N.J.S.A. 48:2-21 to establish the TAC to levels it finds just and reasonable. Therefore, the Board may establish the TAC at a level other than that proposed by Public Service. As a result, the described charge may change 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://nj.pseg.com/customerservice/locations>), online at the PSEG website at <http://www.pseg.com/pseandgfilings>, and at the Board at 44 South Clinton Avenue, 2nd Floor, Trenton, NJ 08625-0350. Any member of the public who wants to inspect the petition at the Board may contact the Board's Division of Case Management at (609) 292-0806 to schedule an appointment.

The following dates, times and locations for public hearings have been scheduled on the Company's filing 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 will be considered by the Board in making its decision.

**November 14, 2019**  
**4:30 and 5:30 pm**  
Burlington County  
Administration Building  
Board of Chosen Freeholders  
Board Room 1st Floor  
49 Rancocas Road  
Mt. Holly, NJ 08060

**November 19, 2019**  
**4:30 and 5:30 pm**  
Middlesex County  
Administration Building  
Freeholders Meeting Room  
1st Floor Meeting Room  
75 Bayard Street  
New Brunswick, NJ 08901

**November 21, 2019**  
**4:30 and 5:30 pm**  
Bergen County  
Administration Building  
Freeholders Public Meeting Room  
Room 540  
1 Bergen County Plaza  
Hackensack, NJ 07601

To encourage full participation in this opportunity for public comment, please submit any requests for needed accommodations, including interpreters, listening devices or mobility assistance, 48 hours prior to the above hearings to the Board Secretary at the address below.

Members of the public may also file written comments with the Secretary of the Board at 44 South Clinton Avenue, 9th Floor, P.O. Box 350, Trenton, NJ, 08625-0350 ATTN: Secretary Aida Camacho-Welch, or by email to [board.secretary@bpu.nj.gov](mailto:board.secretary@bpu.nj.gov), whether or not they attend the public hearings.

Written comments should reference the name of the petition and the above docket number in the subject line. Written comments will be provided the same weight as statements made at the hearings. Hearings will continue, if necessary, on such additional dates and at such locations as the Board may designate, to ensure that all interested persons are heard.

**Table #1 – Proposed Electric TAC Change**

Electric Tariff Rates	Tax Adjustment Credit	
	Present \$/kWhr (Incl. SUT)	Proposed \$/kWhr (Incl. SUT)
RS	(\$0.004716)	(\$0.005624)
RHS	(\$0.004237)	(\$0.005053)
RLM	(\$0.003644)	(\$0.004346)
WH	(\$0.002945)	(\$0.000000)
WHS	(\$0.099340)	(\$0.000000)
HS	(\$0.001849)	(\$0.002205)
GLP	(\$0.001353)	(\$0.001614)
LPL-Secondary	(\$0.000793)	(\$0.000947)
LPL-Primary	(\$0.000482)	(\$0.000575)
HTS - Subtransmission	(\$0.000496)	(\$0.000591)
HTS - High Voltage & HTS - Transmission	(\$0.000225)	(\$0.000268)
BPL	(\$0.000000)	(\$0.000000)
BPL-POF	(\$0.001180)	(\$0.001407)
PSAL	(\$0.000000)	(\$0.000000)

**Table #2 – Proposed Gas TAC Change**

Gas Tariff Rates	Tax Adjustment Credit	
	Present \$/Therm (Incl. SUT)	Proposed \$/Therm (Incl. SUT)
RSG	(\$0.074183)	(\$0.078803)
GSG	(\$0.060079)	(\$0.065393)
LVG	(\$0.029372)	(\$0.032766)
SLG	(\$0.110927)	(\$0.122877)
TSG-F	(\$0.021928)	(\$0.025906)
TSG-NF	(\$0.009642)	(\$0.009813)
CIG	(\$0.011692)	(\$0.014096)
CSG	(\$0.001370)	(\$0.001019)

**Table #3 – Residential Electric Service**

If Your Annual kWhr Use Is:	And Your Monthly Summer kWhr Use Is:	Then Your Present Monthly Summer Bill (1) Would Be:	And Your Proposed Monthly Summer Bill (2) Would Be:	Your Monthly Summer Bill Decrease Would Be:	And Your Percent Decrease Would Be:
1,732	185	\$36.44	\$36.27	(\$0.17)	(0.47)%
3,464	370	67.96	67.62	(0.34)	(0.50)
6,920	740	132.87	132.20	(0.67)	(0.50)
7,800	803	144.45	143.72	(0.73)	(0.51)
12,500	1,337	242.66	241.45	(1.21)	(0.50)

- (1) Based upon current Delivery Rates and Basic Generation Service Residential Small Commercial Pricing ("BGS-RSCP") charges in effect October 1, 2019 and assumes that the customer receives BGS-RSCP service from Public Service.
- (2) Same as (1) except includes the proposed change in the TAC.

**Table #4 – Residential Gas Service**

If Your Annual Therm Use Is:	And Your Monthly Winter Therm Use Is:	Then Your Present Monthly Winter Bill (3) Would Be:	And Your Proposed Monthly Winter Bill (4) Would Be:	Your Monthly Winter Bill Decrease Would Be:	And Your Percent Decrease Would Be:
170	25	\$27.55	\$27.43	(\$0.12)	(0.44)%
340	50	46.44	46.21	(0.23)	(0.50)
610	100	85.32	84.86	(0.46)	(0.54)
1,040	172	140.54	139.75	(0.79)	(0.56)
1,210	200	161.99	161.07	(0.92)	(0.57)
1,816	300	238.70	237.31	(1.39)	(0.58)

- (3) Based upon current Delivery Rates and Basic Gas Supply Service ("BGSS-RSG") charges in effect October 1, 2019 and assumes that the customer receives commodity service from Public Service.
- (4) Same as (3) except includes proposed change TAC.



PUBLIC SERVICE ELECTRIC AND GAS COMPANY

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