

VIA ELECTRONIC MAIL (<u>board.secretary@bpu.nj.gov</u>)

May 30, 2023

Honorable Sherry Golden, Secretary New Jersey Board of Public Utilities 44 South Clinton Avenue, 3rd Floor P.O. Box 350 Trenton, NJ 08625-0350

Re: Notification to Staff Regarding Incentive Level Changes within ranges established by the Joint Utilities

In the Matter of the Petition of New Jersey Natural Gas Company for Approval of Energy-Efficiency Programs and the Associated Cost Recovery Mechanism Pursuant to the Clean Energy Act, N.J.S.A. 48:3-87.8 Et Seq. and 48:3-98.1 Et Seq. BPU Docket Nos. QO19010040 AND GO20090622

Dear Secretary Golden:

New Jersey Natural Gas Company ("NJNG") would like to provide notice of its intent to modify incentive levels for programs available to residential and commercial customers within the ranges established by the joint utilities as specified on the attached Fact Sheet.

NJNG is providing this notice in accordance with the established Staff notification requirements for core program incentive adjustments, as detailed on page thirteen (13) of the Board's June 10, 2020, Order Directing the Utilities to Establish Energy Efficiency and Peak Demand Reduction Programs (Docket Nos. QO19010040, QO19060748, & QO17091004).

While the referenced Order only requires 15 days advance notice, NJNG will offer these modified incentives to all customers eligible for and participating in the Energy Efficient Products program as of July 1, 2023. NJNG is providing advance notice to allow sufficient time to notify contractors and allow

partner utilities to refresh their information for the start of the new program year. The purpose of these incentive changes is to respond to recommendations from NJNG's evaluation reports, increase program participation, and otherwise achieve commitments stemming from NJNG's March 3, 2021, Board Order in Docket Nos. QO19010040 AND GO20090622. A summary of the incentive changes can be found on the attached Fact Sheet.

In accordance with the Order issued by the Board in connection with I/M/O the New Jersey Board of Public Utilities' Response to the COVID-19 Pandemic for a Temporary Waiver of Requirements for Certain Non-Essential Obligations, BPU Docket No. EO20030254, Order dated March 19, 2020, this document is being electronically filed. No paper copies will follow.

Thank you for your attention to this matter. Please feel free to contact me if you need any additional information regarding this Notice.

Respectfully submitted,

Ane Maire Placebio

Anne-Marie Peracchio Managing Director Marketing and Energy Efficiency

cc: Service List (via email)

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NJNG – Energy Efficiency Program Modifications to Residential and Commercial Incentives

Fact Sheet

The NJNG Energy Efficiency Program will implement changes to certain incentives available to residential and commercial customers effective July 1, 2023.

Eligibility:

All NJNG customers participating in the Energy Efficient Products (EEP) program who install eligible measures.

Details:

Customers must participate in NJNG Energy Efficiency Program and follow all applicable Program rules.

Fuel	Measure Name	Current Incentive	Updated Incentive	Delta (Proposed vs. Current)	Joint Utility Max Incentive	Updated Incentive as % of Max
Gas	Gas Instantaneous Water Heater	\$500	\$750	Increase	\$1,000	75%
Gas	Gas Furnace - Tier 1 (≥95%)	\$650	\$1,000	Increase	\$1,000	100%
Gas	Gas Furnace - Tier 2 (≥97%)	\$750	\$1,500	Increase	\$1,500	100%
Gas	Gas Combi Heat <u>></u> 97 AFUE	\$1,500	\$1,750	Increase	\$1,750	100%
Gas	Gas Boiler ≥95%	\$850	\$1,000	Increase	\$1,200	83%
Gas	Washer - >2.5 Cubic Feet Top-Loading Minimum Integrated MEF 2.06 Front-Loading - Minimum MEF 2.76	\$50	\$100	Increase	\$100	100%

Energy Efficient Products Incentives - Residential Sector

Program Name	Measure Name	Current Incentive	Updated Incentive	Delta (Proposed vs. Current)	Joint Utility Max Incentive	Updated Incentive as % of Max
	Gas Furnace ≥95% AFUE	\$650	\$1,000	Increase	\$1,000	100%
	Gas Furnace ≥97% AFUE	\$750	\$1,200	Increase	\$1,500	100%
Prescriptive	Boiler HW Non-Condensing, <300 MBh, 85% AFUE, CEE Tier 0	\$0.95/MBh Min \$400/Unit	\$2/MBh Min \$400/Unit	Increase	\$2/MBh Min \$400/Unit	100%
	Boiler, HW Condensing Tier 1, 300 to 2,500 MBh	\$3/MBh	\$3.50/MBh	Increase	\$3.50/MBh	100%
	Boiler, HW Condensing Tier 2, 300 to 2,500 MBh	\$3.50/MBh	\$4 MBh	Increase	\$4 MBh	100%
	Boiler, HW Condensing Tier 2, >2,500 MBh	\$3.50/MBh	\$4 MBh	Increase	\$4 MBh	100%

Measure Incentives - Commercial Sector

Contact Information for Customers:

Please contact the NJNG team for more information on qualifying equipment, eligibility and how

to apply: 1-877-455- NJNG (6564) or email <u>savegreen@njng.com</u>.