Matthew M. Weissman General State Regulatory Counsel

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BOARD OF PUBLIC UTILITIES TRENTON, NJ

Law Department **PSEG Services Corporation**

80 Park Plaza - T5, Newark, New Jersey 07102-4194

tel: 973-430-7052 fax: 973-430-5983

email: matthew.weissman@pseg.com



September 27, 2018

In the Matter of the 2018/2019 Annual Compliance Filings for the Universal Service Fund ("USF") Program Factor within the Societal Benefits Charge Rate

BPU Docket No. ER18060661

RECEIVED CASE MANAGEMENT

Aida Camacho-Welch, Secretary Board of Public Utilities 44 South Clinton Avenue, 3rd Floor, Suite 314 P.O. Box 350 Trenton, New Jersey 08625-0350

SEP 27 2018

BOARD OF PUBLIC UTILITIES TRENTON, NJ

Dear Secretary Camacho-Welch:

Enclosed for filing by Public Service Electric and Gas Company (Company) please find an original and ten copies of the Company's compliance filing provided in accordance with the Board of Public Utilities' Order in the above referenced Docket dated September 17, 2018. These tariff sheets reflect the approval of the Universal Service Fund and Lifeline components of the Societal Benefits Charge.

The Company herewith files revised tariff sheets, effective October 1, 2018, to its Tariff for Gas Service, B.P.U.N.J. No. 15 (Twenty-Fourth Revised Sheet No. 41) and its Tariff for Electric Service, B.P.U.N.J. No. 15 Electric (Twenty-Fourth Revised Sheet No. 57).

Thank you for your attention and consideration in this matter. If you have any questions regarding this compliance filing, do not hesitate to contact me.

Very truly yours,

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Matthew M. Weissman

Attachments

C

Service List

ACE

Joseph F. Janocha PEPCO Holdings, LLC - 92DC56 500 N. Wakefield Drive P.O. Box 6066 Newark DE 19714-6066 (302) 451-5326 joseph.janocha@pepcoholdings.com

ACE

Roger E. Pedersen Atlantic City Electric Co. - 63ML38 5100 Harding Highway Mays Landing NJ 08330 (609) 625-5820 roger.pedersen@pepcoholdings.com

BPU

Alice Bator Board of Public Utilities 44 South Clinton Avenue 3rd Floor, Suite 314 P.O. Box 350 Trenton NJ 08625-0350 (609) 943-5805 alice.bator@bpu.nj.gov

BPU

Julie Ford-Williams Board of Public Utilities 44 South Clinton Avenue 3rd Floor, Suite 314 P.O. Box 350 Trenton NJ 08625-0350 julie.ford@bpu.nj.gov

<u>BPU</u>

Andrea Reid Board of Public Utilities 44 South Clinton Avenue 3rd Floor, Suite 314 P.O. Box 350 Trenton NJ 08625-0350 (609) 292-4518 andrea.reid@bpu.nj.gov

Elizabethtown

Deborah M. Franco Cullen and Dykman LLP One Riverfront Plaza Newark NJ 07102 (973)-849-9005 dfranco@cullenanddykman.com <u>ACE</u>

Monica Miller
Pepco Holdings ~ 92DC56
500 N. Wakefield Drive
P.O. Box 6066
Newark DE 19714-6066
(302) 429-3456
monica.miller@pepcoholdings.com

ACE

Brian Talley
Pepco Holdings – 92DC56
500 N. Wakefield Drive
P.O. Box 6066
Newark DE 19714-6066
(302) 451-5328
brian.talley@pepcoholdings.com

BPU

Maureen Clerc Board of Public Utilities 44 South Clinton Avenue 3rd Floor, Suite 314 P.O. Box 350 Trenton NJ 08625-0350 (609) 292-4219 Maureen.Clerc@bpu.nj.gov

<u>BPU</u>

Peter Hilerio Board of Public Utilities 44 South Clinton Avenue 3rd Floor, Suite 314 P.O. Box 350 Trenton NJ 08625-0350 (609) 292-4136 peter.hilerio@bpu.nj.gov

DAG

Timothy Oberleiton
NJ Dept of Law & Public Safety
Division of Law
124 Halsey Street, 5th Floor
P.O. Box 45029
Newark NJ 07101
Timothy Oberleiton@law.njoag.gov

Elizabethtown

Thomas Kaufmann Elizabethtown Gas 520 Green Lane Union NJ 07083 (908) 662-8461 tkaufman@southernco.com <u>ACE</u>

Philip J. Passanante Esq.
Atlantic City Electric Company - 92DC42
500 N. Wakefield Drive
P.O. Box 6066
Newark DE 19714-6066
(609) 909-7034
philip.passanante@pepcoholdings.com

RPH

William Agee Esq.
Board of Public Utilities
44 South Clinton Avenue
3rd Floor, Suite 314
P.O. Box 350
Trenton NJ 08625-0350
(609) 292-1616
william.agee@bpu.nj.gov

<u>BPU</u>

William Foley
Board of Public Utilities
44 South Clinton Avenue
3rd Floor, Suite 314
P.O. Box 350
Trenton NJ 08625-0350
william.foley@bpu.nj.gov

<u>BPU</u>

Stacy Peterson Board of Public Utilities 44 South Clinton Avenue 3rd Floor, Suite 314 P.O. Box 350 Trenton NJ 08625-0350 (609) 292-4517 stacy.peterson@bpu.nj.gov

<u>DAG</u>

Emma Xiao DAG NJ Dept of Law & Public Safety Division of Law 124 Halsey Street, 2nd Fioor Newark NJ 07101 emma.xiao@law.njoag.gov

<u>Elizabethtown</u>

Mary Patricia Keefe Elizabethtown Gas 520 Green Lane Union NJ 07083 (908) 662-8452 pkeefe@southernco.com

Elizabethtown

Susan Potanovich Elizabethtown Gas 520 Green Lane Union NJ 07083 (908) 662-8462 spotanov@southernco.com

JCP&L

Lauren M. Lepkoski Esq. First Energy Corporation 2800 Pottsville Pike Reading PA 19612-6001 (610) 921-6213 LLepkoski@firstenergycorp.com

NJNG

Marianne Harrell New Jersey Natural Gas Company 1415 Wyckoff Road P.O. Box 1464 Wall NJ 07719 732-938-1257 mharrell@ning.com

PSE&G

Tracy Morgan
PSEG Services Corporation
80 Park Plaza, T8
P.O. Box 570
Newark NJ 07102
(973) 430-6420
tracy.morgan@pseg.com

Rate Counsel

Lisa Gurkas
Division of Rate Counsel
140 East Front Street, 4th Flr.
P.O. Box 003
Trenton NJ 08625
(609) 984-1460
lgurkas@rpa.state.nj.us

Rate Counsel Consultant

David E. Peterson Chesapeak Regulatory Consultants, Inc. 10351 Southern Maryland Blvd. Suite 202 Dunkirk MD 20754-9500 (410) 286-9500 davep@chesapeake.net

JCP&L

Sally J. Cheong Jersey Central Power & Light Co. 300 Madison Avenue P.O. Box 1911 Morristown NJ 07962-1911 (973) 401-8699 scheong@firstenergycorp.com

JCP&I

Mark Mader Jersey Central Power & Light Co. 300 Madison Avenue P.O. Box 1911 Morristown NJ 07962-1911 973-401-8199 mamader@firstenergycorp.com

NJNG

Tina Trebino
New Jersey Natural Gas Company
1415 Wyckoff Road
P.O. Box 1464
Wall NJ 07719
(732) 938-7331
Ttrebino@njng.com

PSE&G

Matthew M. Weissman Esq. PSEG Services Corporation 80 Park Plaza, T5 P.O. Box 570 Newark NJ 07102 (973) 430-7052 matthew.weissman@pseg.com

Rate Counsel

Brian O. Lipman
Division of Rate Counsel
140 East Front Street, 4th Flr.
P.O. Box 003
Trenton NJ 08625
(609) 984-1460
blipman@rpa.nj.gov

RECO

William A. Atzl Jr.
Rockland Electric Company
4 Irving Place
Room 515-S
New York NY 10003
(212) 460-3308
atzlw@coned.com

JCP&L

Michael J. Connolly Esq.
Windels Marx Lane & Mittendorf, LLP
One Giralda Farms
Madison NJ 07940
973-966-3244
mconnolly@windelsmarx.com

NJNG

Andrew K Dembia Esq. New Jersey Natural Gas Company 1415 Wyckoff Road P.O. Box 1464 Wall NJ 07719 (732) 938-1073 adembia@njng.com

PSE&G

Michele Falcao
PSEG Services Corporation
80 Park Plaza, T5
P.O. Box 570
Newark NJ 07102
(973) 430-6119
michele.falcao@pseg.com

Rate Counsel

Stefanie A. Brand Division of Rate Counsel 140 East Front Street, 4th Fir. P.O. Box 003 Trenton NJ 08625 (609) 984-1460 sbrand@rpa.state.nj.us

Rate Counsel

Sarah Steindel Division of Rate Counsel 140 East Front Street, 4th Flr. P.O. Box 003 Trenton NJ 08625 (609) 984-1460 ssteinde@rpa.state.nj.us

RECO

Susann Brown
Rockland Electric Company
One Blue Hill Plaza
Pearl River NY 10965
(845) 577-2426
browns1@oru.com

Public Service Electric and Gas Company USF 2018-2019

RECO

John L. Carley Esq.
Consolidated Edison Co. of NY
Law Dept.
4 Irving Place, Room 1815-S
New York NY 10003
(212) 460-2097
carleyj@coned.com

RECO

Cheryl M. Ruggiero Rockland Electric Company 4 Irving Place 2nd Floor East New York NY 10003 (212) 460-3189 ruggieroc@coned.com

<u>SJG</u>

Stacy A. Mitchell Esq. South Jersey Gas Company One South Jersey Plaza Route 54 Folsom NJ 08037 (609)-561-9000 x4364 smitchell@sjindustries.com

RECO

Margaret Comes
Consolidated Edison Co. of NY
Law Dept
4 Irving Place
New York NY 10003
(212) 460-3013
comesm@coned.com

SJG

Kenneth J. Barcia South Jersey Gas Company One South Jersey Plaza Route 54 Folsom NJ 08037 (609) 561-9000 x4983 kbarcia@sjindustries.com

RECO

Chauncey Davis
Rockland Electric Company
4 Irving Place
2nd Floor East
New York NY 10003
212-460-3301
davisc@coned.com

SJG

Carolyn Jacobs
South Jersey Gas Company
One South Jersey Plaza
Route 54
Folsom NJ 08037
(609) 561-9000 X4212
cjacobs@sjindustries.com

PUBLIC SERVICE ELECTRIC AND GAS COMPANY

B.P.U.N.J. No. 15 GAS

Twenty-Fourth Revised Sheet No. 41 Superseding Twenty-Third Revised Sheet No. 41

SOCIETAL BENEFITS CHARGE

CHARGE APPLICABLE TO RATE SCHEDULES RSG, GSG, LVG, SLG, TSG-F, TSG-NF, CIG, CSG (Per Therm)

Social Programs Energy Efficiency and Renewables Programs Manufactured Gas Plant Remediation Universal Service Fund - Permanent Universal Service Fund - Lifeline	0.022332 0.011189 0.004600
Societal Benefits Charge	\$ 0.043221
Societal Benefits Charge including New Jersey Sales and Use Tax (SUT)	\$ 0.046084

Societal Benefits Charge

This mechanism is designed to insure recovery of costs associated with activities that are required to be accomplished to achieve specific public policy determinations mandated by Government. Actual costs incurred by the Company for each of these cost components will be subject to deferred accounting. Interest at the two-year constant maturity treasury rate plus 60 basis points will be accrued monthly on any under-over recovered balances for all components other than Manufactured Gas Plant Remediation. Interest at the seven-year constant maturity treasury rate plus 60 basis points will be accrued monthly on any under- or over-recovered balances for the Manufactured Gas Plant Remediation. The interest rates for all components other than USF and Lifeline shall change each August 1. The interest rates for the USF and Lifeline components shall be reset each month.

See Section 16 of the Standard Terms and Conditions for exemptions from this charge.

PUBLIC SERVICE ELECTRIC AND GAS COMPANY

Twenty-Fourth Revised Sheet No. 57 Superseding Twenty-Third Revised Sheet No. 57

B.P.U.N.J. No. 15 ELECTRIC

SOCIETAL BENEFITS CHARGE

Cost Recovery (per kilowatthour)

Component

Social Programs	\$ 0.001266
Energy Efficiency and Renewable Energy Programs	0.003142
Manufactured Gas Plant Remediation	0.000462
Sub-total per kilowatthour	

Charge including losses, USF and Lifeline:

		Sub-total Including			
	Loss Factor	Losses	USF	<u>Lifeline</u>	Total Charge
Secondary Service	7.5377%	\$ 0.005267	\$ 0.001255	\$ 0.000706	\$ 0.007228
LPL Primary	5.1232%	0.005133	0.001255	0.000706	0.007094
HTS Subtransmission	2.9402%	0.005018	0.001255	0.000706	0.006979
HTS High Voltage &	1.4590%	0.004942	0.001255	0.000706	0.006903
HTS Transmission					

Charges including New Jersey Sales and Use Tax (SUT)

Secondary Service	\$0.007707
LPL Primary	
HTS Subtransmission	0.007441
HTS High Voltage & HTS Transmission	0.007360

SOCIETAL BENEFITS CHARGE

This mechanism is designed to insure recovery of costs associated with activities that are required to be accomplished to achieve specific public policy determinations mandated by Government. Actual costs incurred by the Company for each of these cost components will be subject to deferred accounting. Interest at the two-year constant maturity treasury rate plus 60 basis points will be accrued monthly on any under- or over-recovered balances for all components other than Manufactured Gas Plant Remediation. Interest at the seven-year constant maturity treasury rate plus 60 basis points will be accrued monthly on any under- or over-recovered balances for the 60 basis points will be accrued monthly on any under- or over-recovered balances for the Manufactured Gas Plant Remediation. The interest rates for all components other than USF and Lifeline shall change each August 1. The interest rates for the USF and Lifeline components shall be reset each month.