

Agenda Date: 6/21/13 Agenda Item: VIIA



Board of Public Utilities 44 South Clinton Avenue, 9th Floor Post Office Box 350 Trenton, New Jersey 08625-0350 <u>www.ni.gov/bpu/</u>

		CUSTOMER ASSISTANCE
FRANK REED, Petitioner)	ORDER ADOPTING INITIAL DECISION SETTLEMENT
V.)	
PUBLIC SERVICE ELECTRIC AND GAS COMPANY, Respondent)	BPU DKT. NO. EC12060477U OAL DKT. NO. PUC 9923-12

Parties of Record:

Frank Reed, appearing <u>pro se</u>

Amanda Johnson, Esq., appearing on behalf of Respondent, Public Service Electric and Gas Company

BY THE BOARD:

On June 1, 2012, Frank Reed ("Petitioner") filed a petition with the Board of Public Utilities ("Board") requesting a formal hearing related to a billing dispute with Public Service Electric and Gas Company ("Respondent") for utility services rendered by Respondent.

After the filing of Respondent's answer, the Board transmitted this matter to the Office of Administrative Law ("OAL") for hearing and initial disposition as a contested case pursuant to N.J.S.A. 52:14B-1 et seq. and N.J.S.A. 52:14F-1 et seq. This matter was assigned to Administrative Law Judge ("ALJ") John F. Russo, Jr.

While this matter was pending at the OAL, the parties engaged in negotiations and entered into and signed a Stipulation of Settlement ("Stipulation") that was submitted to the ALJ. By Initial Decision issued on May 17, 2013 and submitted to the Board on May 22, 2013, to which the Stipulation was attached and made a part thereof, ALJ Russo found that the Stipulation was voluntary, that its terms fully disposed of all issues in controversy and that it satisfied the requirements of N.J.A.C. 1:1-19.1.

Pursuant to the Stipulation, the Petitioner was considered enrolled in the Fresh Start Program ("FSP" or "Program")¹, which began on June 1, 2012 and ended on June 1, 2013. Following the expiration date of the Program, Petitioner's arrears accrued before the start of the Program, in the amount of \$7,393.23, will be forgiven so long as Petitioner continues to make the required payments pursuant to FSP terms. In addition, Respondent will provide the Petitioner with monthly letters detailing the appropriate FSP payment amounts to submit for the respective billing periods. Petitioner will only be responsible for paying the monthly amounts requested in these letters. If Respondent understates the amount in a letter, then PSE&G has agreed at the end of the FSP one-year term to credit the customer's account with the difference between the understated amount and the proper amount. See Exhibit A attached to the Stipulation.

After review of the Initial Decision and the Stipulation of Settlement of the parties, the Board HEREBY FINDS that the parties have voluntarily agreed to the Stipulation as evidenced by their signatures and that by the terms of the Stipulation of Settlement have fully resolved all outstanding contested issues in this matter.

Accordingly, the Board <u>HEREBY ADOPTS</u> the Initial Decision and Stipulation of Settlement executed by the parties in their entirety as if set forth at length herein.

DATED: 6/21/13

BOARD OF PUBLIC UTILITIES

ROBERT M. HANNA

PRESIDENT

JOSEPH L. FIORDALISO

COMMISSIONER

INE M. FOX

OMMISSIONER

MARY-ANNA HOLDEN

COMMISSIONER

ATTEST:

KRISTI IZZO SECRETARY I HEREBY CERTIFY that the within document at a true copy of the original in the files of the Board of Public

¹ "Fresh Start" is an arrearage forgiveness program that was implemented by the Board on March 4, 2004, Dkt No. EX00020091, in order to assist first-time Universal Service Fund ("USF") recipients with their pre-USF utility arrearages.

FRANK REED

V.

PUBLIC SERVICE ELECTRIC AND GAS COMPANY

BPU DOCKET NO. EC12060477U OAL DOCKET NO. PUC9923-12

SERVICE LIST

Frank Reed 817 Matlock Drive Moorestown, New Jersey 08057

Amanda Johnson, Esq. PSEG Services Corporation 80 Park Plaza – T5 Newark, New Jersey 07102-4194

Eric Hartsfield, Director Division of Customer Assistance Board of Public Utilities 44 South Clinton Avenue, 9th Floor Post Office Box 350 Trenton, New Jersey 08625-0350

Julie Ford-Williams Division of Customer Assistance Board of Public Utilities 44 South Clinton Avenue, 9th Floor Post Office Box 350 Trenton, New Jersey 08625-0350

Veronica Beke, DAG Division of Law 124 Halsey Street Post Office Box 45029 Newark, New Jersey 07101



INITIAL DECISION
SETTLEMENT

OAL DKT. NO. PUC 9923-12 AGENCY DKT. NO. EC120600477U

FRANK REED.

Petitioner.

٧.

PUBLIC SERVICE ELECTRIC AND GAS COMPANY.

Respondent.

Frank Reed, petitioner, pro se

Amanda Johnson, Esq. for respondent

Decided: May 17, 2013

BEFORE JOHN F. RUSSO, JR., ALJ:

Record Closed: May 16, 2013

This matter was transmitted to the Office of Administrative Law on July 24, 2012, for determination as a contested case, pursuant to N.J.S.A. 52:14B-1 to -15 and N.J.S.A. 52:14F-1 to -13.

The parties have agreed to a settlement and have prepared a Stipulation of Settlement indicating the terms thereof, which is attached and fully incorporated herein.

OAL DKT. NO. PUC 9923-12

The scheduled date of May 17, 2013, was adjourned in advance after the parties

advised that they had negotiated a settlement.

I have reviewed the record and the terms of settlement and I FIND:

The parties have voluntarily agreed to the settlement as evidenced by their 1.

signatures or their representatives' signatures.

The settlement fully disposes of all issues in controversy and is consistent with 2.

the law.

I CONCLUDE that this agreement meets the requirements of N.J.A.C. 1:1-19.1

and that the settlement should be approved. I approve the settlement and therefore

ORDER that the parties comply with the settlement terms and that these proceedings

be concluded.

I hereby FILE my initial decision with the BOARD OF PUBLIC UTILITIES for

consideration.

This recommended decision may be adopted, modified or rejected by the

BOARD OF PUBLIC UTILITIES, which by law is authorized to make a final decision in

this matter. If the Board of Public Utilities does not adopt, modify or reject this decision

within forty-five days and unless such time limit is otherwise extended, this recommended decision shall become a final decision in accordance with N.J.S.A.

52:14B-10.

Date Received at Agency:

Date Mailed to Parties: /bdt

5/20/13

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Amanda Johnson Counsel

Law Department 80 Park Plaza, T5, Newark, NJ 07102-4194 tel: 973,430.6403 fax::973.645.1307 email: amanda.johnson@pseg.com



May 15, 2013

FAX & UPS Next Day

Honorable John F. Russo Office of Administrative Law Quakerbridge Plaza, Bldg. 9 Quakerbridge Road PO Box 049 Mercerville, NJ 08625-0049

Re:

Frank Reed v. PSE&G

BPU Docket No. EC12060477U OAL Docket No. PUC 09923-2012S

Stipulation of Settlement

Dear Judge Russo:

Enclosed please find a signed Stipulation of Settlement with reference to the above-captioned matter. Accordingly, please cancel the hearing scheduled for May 17, 2013 at 9:00 a.m.

AJ/jb Enclosure

cc:

Frank Reed (w/enc.) Edward B. Sullivan (w/enc.) Amanda Johnson

STATE OF NEW JERSEY OFFICE OF ADMINISTRATIVE LAW

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Frank Reed	·	
Petitioner,) BPU DOCKET NO. EC12060477U	
v.) OAL DOCKET NO. PUC 09923-2012 S	
Public Service Electric & Gas Company	STIPULATION OF SETTLEMENT	
Respondent.) ()	

On or about June 1, 2012, Petitioner filed the above-referenced billing dispute. Public Service Electric & Gas Company ("PSE&G" or "Respondent") filed an answer to Petitioner's petition and the New Jersey Board of Public Utilities ("NJBPU" or "Board") transmitted the matter to the Office of Administrative Law ("OAL") as a contested case for adjudication.

In the interests of resolving this matter without further delay, extensive effort and cost, the parties hereto agreed to settle this matter in accordance with the following terms:

- 1. Petitioner Frank Reed ("Mr. Reed" or "Petitioner") will maintain participation in the Fresh Start Program ("FSP" or "Program"), which began on June 1, 2012 and ends on June 1, 2013. Petitioner's arrears, totaling \$7,393.23, will be forgiven following expiration of the Program date so long as Petitioner continues to make the required payments pursuant to the terms of the Program. Further explanation of the Program is attached as Exhibit A.
- 2. PSE&G agrees to provide Petitioner with monthly letters detailing the appropriate FSP payments to submit for the respective billing periods. During the term of the Program, Mr. Reed will only be responsible for making monthly payments in the amounts requested in these letters. Further details of these terms are attached as Exhibit A.
- 3. This agreement is in settlement of the Petition filed by Petitioner on or about June 1, 2012.
- 4. The undersigned agree that this Settlement contains mutually balancing and interdependent provisions and is intended to be accepted and approved in its entirety. In the event any particular aspect of this Settlement is not accepted and approved by the Board or modified by the Board, the party that is adversely affected by the modification can either accept the modification or declare this Settlement to be null and void, and the parties shall be placed in the same position that they were in immediately prior to its execution.

DATED: 5/15/2013 By:

Amanda D. Johnson/Esq.
Attorney for PSE&C

PUBLIC SERVICE ELECTRIC & GAS CO.

DATED: 5/15/2013 By:

Edward Sullivan
Manager - Customer Relations

DATED: 5/10/13 By:

Extric Paris

EXHIBIT A

Amanda Johason, Esq. Coursel

Law Department 80 Park Plaza, 75, Newark, NI 07102-4194 tel: 973-430.6403 fax::973.645,1307 email: amanda.johnson@pseg.com



March 7, 2013

Frank Reed 817 Matlack Drive Moorestown, NJ 08057

Re:

Frank Reed v. PSE&G

BPU Docket No. EC12060477U OAL Docket No. PUC 09923-2012S

Dear Mr. Reed:

Pursuant to our conference on February 28, 2013 and in a continuing effort to work together to settle the above-referenced complaint, Respondent Public Service Electric & Gas Company ("PSE&G" or "Respondent") submits this letter to address your remaining concerns.

Concern 1: Would you still qualify for forgiveness under the Fresh Start Program ("FSP" or "Program") if you miss payments, but pay the full FSP balance before the expiration of the Program.

In short, yes, you would still qualify to receive the forgiveness as long as you satisfy your FSP balance by the term end-date. However, note that the FSP relates to arrearages accrued before the start of the Program. This means that customers are still responsible for keeping up with current usage charges. Accordingly, there remains a risk of service interruption if a customer does not pay his/her current bills and accumulates a new non-FSP-related arrearage balance.

As stated in our previous correspondence, no payments have been made for the FSP or current usage charges on your account since September, 2012.

Concern 2: Ed Sullivan of PSE&G explained that if there are any complications, PSE&G will still honor its terms. You are seeking clarity on what this means.

As offered in the Stipulation of Settlement, PSE&G agrees to send monthly letters detailing the appropriate FSP payments to submit for the respective billing periods. The Stipulation further states that during the term of the program, you "will only be responsible for making monthly payments in the amounts requested in these letters." Mr. Sullivan's statement to you was in this context and was stated to further clarify our accountability under the terms of the Stipulation.

In summary, in the event that PSE&G sends a letter requesting an amount less than what is required under the FSP, PSE&G would make you whole for the remaining FSP amount due for that month. For example, if a letter states that you should pay \$3,000 and the correct FSP amount is \$4,000, PSE&G would credit your account for the \$1,000 difference, which would be applied at the end of the Program.

Please do not hesitate to call me at 973-430-6403 if you have any further questions or would like to modify the Stipulation to include the aforementioned explanations. Otherwise, we will await your signature on the October 4, 2012 Stipulation of Settlement.

copecanity animate,

Amenda Johnson, Esq.

cc: Honorable John F. Russo Edward Sullivan