

STATE OF NEW JERSEY Board of Public Utilities 44 South Clinton Avenue, 1st Floor Post Office Box 350 Trenton, New Jersey 08625-0350 <u>www.nj.gov/bpu/</u>

ENERGY AND CLEAN ENERGY

IN THE MATTER OF THE VERIFIED PETITION OF JERSEY CENTRAL POWER & LIGHT COMPANY FOR APPROVAL OF JCP&L'S SECOND ENERGY EFFICIENCY AND CONSERVATION PLAN INCLUDING ENERGY EFFICIENCY AND PEAK DEMAND REDUCTION PROGRAMS ("JCP&L EE&C PLAN II FILING") ORDER FURTHER EXTENDING REVIEW PERIOD

DOCKET NO. QO23120872

Parties of Record:

Brian O. Lipman, Esq., Director, New Jersey Division of Rate Counsel Mark A. Lazaroff, Esq., Counsel, Jersey Central Power & Light Company John Kolesnik, Esq., Counsel for the Energy Efficiency Alliance of New Jersey Steven S. Goldenberg, Esq., Counsel for the New Jersey Large Energy Users Coalition

BY COMMISSIONER DR. ZENON CHRISTODOULOU:

BACKGROUND AND PROCEDURAL HISTORY

By Order dated May 24, 2023, the New Jersey Board of Public Utilities ("Board") directed each electric and gas public utility to propose, for Board approval, energy efficiency ("EE") programs for the second three (3)-year EE program period ("Triennium 2") pursuant to the Clean Energy Act of 2018, <u>L.</u> 2018, <u>c.</u> 17, on or before October 2, 2023, and addressed certain aspects of the Triennium 2 framework.¹

¹ In re the Implementation of P.L. 2018, c. 17, the New Jersey Clean Energy Act of 2018, Regarding the Establishment of Energy Efficiency and Peak Demand Reduction Programs; In re the Implementation of P.L. 2018, c. 17, the New Jersey Clean Energy Act of 2018, Regarding the Second Triennium of Energy Efficiency and Peak Demand Reduction Programs; In re Electric Public Utilities and Gas Public Utilities Offering Energy Efficiency and Conservation Programs, Investing in Class I Renewable Energy Resources and Offering Class I Renewable Energy Programs in Their Respective Service Territories on a Regulated Basis, Pursuant to N.J.S.A. 48:3-98.1 and N.J.S.A. 48:3-87.9 - Minimum Filing Requirements, BPU Docket Nos. QO19010040, QO23030150, and QO17091004, Order dated May 24, 2023 ("May 2023 Order").

By Order dated July 26, 2023, the Board approved the remaining aspects of the Triennium 2 framework.²

By Order dated September 27, 2023, the Board extended the filing deadline for Triennium 2 petitions from October 2, 2023 to December 1, 2023 and directed that any entities seeking to intervene or participate in this matter file the appropriate application with the Board by December 8, 2023, and that entities file with the Board any responses to those motions by December 14, 2023.³ By the September 2023 Order, the Board retained this matter for hearing and, pursuant to N.J.S.A. 48:2-32, designated myself, Commissioner Christodoulou, as Presiding Commissioner in this matter authorized to rule on all motions that arise during the pendency of this proceeding, and modify schedules that may be set as necessary to secure a just and expeditious determination of all issues. By Order dated October 25, 2023, the Board delayed the start of Triennium 2 by six (6) months from July 1, 2024 until January 1, 2025.⁴

On December 1, 2023, Jersey Central Power & Light Company ("JCP&L" or "Company") filed a petition with the Board, thereby proposing a total budget of approximately \$964 million for its EE and Conservation Plan II ("EE&C Plan II") over a thirty (30)-month period from January 1, 2025 through June 30, 2027 ("Petition"). By the Petition, JCP&L sought authorization to recover its EE&C Plan II costs through a consumption rate measured in dollars per kilowatt-hour applicable to all customer classes within the Company's tariff rate schedules. The Company further proposed to introduce a new rate component, EE&C2, under its existing Rider - Regional Greenhouse Gas Initiative Recovery Charge.

On December 28, 2023, Board Staff ("Staff") issued JCP&L a letter of administrative deficiency ("Letter") identifying administratively incomplete portions of the Petition and requesting that the Company cure any deficiencies.

² In re the Implementation of P.L. 2018, c. 17, the New Jersey Clean Energy Act of 2018, Regarding the Establishment of Energy Efficiency and Peak Demand Reduction Programs; In re the Implementation of P.L. 2018, c. 17, the New Jersey Clean Energy Act of 2018, Regarding the Second Triennium of Energy Efficiency and Peak Demand Reduction Programs; In re Electric Public Utilities and Gas Public Utilities Offering Energy Efficiency and Conservation Programs, Investing in Class I Renewable Energy Resources and Offering Class I Renewable Energy Programs in Their Respective Service Territories on a Regulated Basis, Pursuant to N.J.S.A. 48:3-98.1 and N.J.S.A. 48:3-87.9 - Minimum Filing Requirements, BPU Docket Nos. QO19010040, QO23030150, and QO17091004, Order dated July 26, 2023.

³ In re the Implementation of P.L. 2018, c. 17, the New Jersey Clean Energy Act of 2018, Regarding the Establishment of Energy Efficiency and Peak Demand Reduction Programs; In re the Implementation of P.L. 2018, c. 17, the New Jersey Clean Energy Act of 2018, Regarding the Second Triennium of Energy Efficiency and Peak Demand Reduction Programs; In re Electric Public Utilities and Gas Public Utilities Offering Energy Efficiency and Conservation Programs, Investing in Class I Renewable Energy Resources and Offering Class I Renewable Energy Programs in Their Respective Service Territories on a Regulated Basis, Pursuant to N.J.S.A. 48:3-98.1 and N.J.S.A. 48:3-87.9 - Minimum Filing Requirements, BPU Docket Nos. QO19010040, QO23030150, and QO17091004, Order dated September 27, 2023 ("September 2023 Order"). The September 2023 Order also directed that any entity wishing to file a motion for admission of counsel, *pro hac vice*, should do so concurrently with any motion to intervene or participate. No entity filed a motion for admission *pro hac vice* in this matter.

⁴ In re the Implementation of P.L. 2018, c. 17, the New Jersey Clean Energy Act of 2018, Regarding the <u>Second Triennium of Energy Efficiency and Peak Demand Reduction Programs</u>, BPU Docket No. QO23030150, Order dated October 25, 2023 ("October 2023 Order"). The October 2023 Order also extended Triennium 1 through December 31, 2024.

By Order dated January 10, 2024, the Board directed that any entity wishing to file a motion for leave to intervene or participate, or to update a previously-filed motion for leave to intervene or participate, in this proceeding shall have until seven (7) days following Staff's issuance of a letter of administrative completeness to the Company.⁵

On January 16, 2024, JCP&L filed an update to the Petition to cure the deficiencies identified in the Letter ("Update"). On January 19, 2024, Staff issued a letter of administrative completeness, noting that the Update adequately cured the deficiencies identified in the Letter and that Staff therefore determined the Petition to be administratively complete. Accordingly, pursuant to N.J.S.A. 48:3-98.1(b), the 180-day period for the Board to review the proposal in this matter commenced on January 16, 2024. The Board subsequently received no additional or updated motions seeking leave to intervene or participate.

By Order dated February 26, 2024, after considering all Motions to Intervene or Participate in this matter and responses to the Motions, I granted intervenor status to the New Jersey Large Energy Users' Coalition ("NJLEUC") and the Energy Efficiency Alliance of New Jersey ("EEA-NJ") (collectively, "Intervenors") and participant status to Convergent Energy and Power; Enerwise Global Technologies, Inc. d/b/a CPower; Uplight, Inc.; Google, LLC; and the joint utilities: Atlantic City Electric Company, ETG, NJNG, PSE&G, Rockland Electric Company, and SJG.⁶

On March 20, 2024, the parties to this matter submitted a stipulation of settlement agreeing to extend the 180-day review period to October 15, 2024 ("March 2024 Stipulation"). By Prehearing Order dated April 12, 2024, I approved the March 2024 Stipulation, thereby extending the 180-day review period to October 15, 2024, and established the procedural schedule in this matter ("April 12 Procedural Schedule"), annexed thereto as Exhibit A.⁷

On May 15, 2024, I received correspondence from JCP&L requesting, with the consent of all parties to this matter, to amend the April 12 Procedural Schedule. Specifically, the Company requested to extend the deadline for the New Jersey Division of Rate Counsel ("Rate Counsel") and Intervenors to file testimony by two (2) weeks, from May 16, 2024 to May 30, 2024, to allow for further settlement discussions. The Company did not request further modification to the April 12 Procedural Schedule. The Company's correspondence indicated that Rate Counsel, Staff, and the Intervenors supported the request.

⁵ In re the Implementation of P.L. 2018, c. 17, the New Jersey Clean Energy Act of 2018, Regarding the <u>Second Triennium of Energy Efficiency and Peak Demand Reduction Programs</u> *et al.*, BPU Docket Nos. QO23030150, QO23120868, QO23120869, QO23120870, QO23120871, QO23120872, QO23120874, and QO23120875, Order dated January 10, 2024 ("January 2024 Order"). By the January 2024 Order, the Board additionally redesignated President Guhl-Sadovy as the presiding commissioner for the Public Service Electric and Gas Company ("PSE&G") filing, BPU Docket No. QO23120874, and Commissioner Abdou as the presiding commissioner for the Elizabethtown Gas Company ("ETG"), New Jersey Natural Gas Company ("NJNG"), and South Jersey Gas Company ("SJG") filings, BPU Docket Nos. QO23120869, QO23120868, and QO23120870.

⁶ In re the Verified Petition of Jersey Central Power and Light Company for Approval of JCP&L's Second Energy Efficiency and Conservation Plan Including Energy and Peak Demand Reduction Programs ("JCP&L EE&C Plan II Filing"), BPU Docket No. QO23120872, Order dated February 26, 2024.

⁷ In re the Verified Petition of Jersey Central Power and Light Company for Approval of JCP&L's Second Energy Efficiency and Conservation Plan Including Energy and Peak Demand Reduction Programs ("JCP&L EE&C Plan II Filing"), BPU Docket No. QO23120872, Order dated April 12, 2024.

On May 30, 2024, I received correspondence from JCP&L requesting, with the consent of all parties to this matter, to amend the April 12 Procedural Schedule. Specifically, the Company requested to extend the deadline for Rate Counsel and Intervenors to file testimony by two (2) weeks, from May 30, 2024 to June 13, 2024, to allow for further settlement discussions. The Company did not request further modification to the April 12 Procedural Schedule. The Company's correspondence indicated that Rate Counsel, Staff, and the Intervenors supported the request.

By Order dated June 10, 2024, I suspended the April 12 Procedural Schedule until June 13, 2024, and directed the parties to this proceeding to provide an update and, to the extent necessary, a proposed modified procedural schedule for my consideration no later than June 13, 2024.⁸

On June 12, 2024, I received correspondence from JCP&L requesting, with the consent of all parties to this proceeding, to amend the April 12 Procedural Schedule. On June 27, 2024, I received correspondence from JCP&L requesting, with the consent of all parties to this proceeding, to suspend the April 12 Procedural Schedule indefinitely to allow the parties to continue fruitful settlement discussions. By Order dated July 1, 2024, I granted the Company's request to fully suspend the remainder of the April 12 Procedural Schedule.⁹

On October 7, 2024, the parties to this proceeding submitted a stipulation of settlement, for my approval, agreeing that a further extension to the 180-day review period is appropriate and agreeing to extend the 180-day period for the Board to review this matter to October 31, 2024 ("October 2024 Stipulation").

DISCUSSION AND FINDINGS

N.J.S.A. 48:2-21.3 allows any public utility to file with the Board a written stipulation waiving the effective date of any tariff or rate, subject to the Board's approval. In this case, the parties to this proceeding have agreed to an extension until October 31, 2024. No party has opposed the October 2024 Stipulation or the extension of the review period. As such, having reviewed the October 2024 Stipulation, I <u>HEREBY FIND</u> the October 2024 Stipulation to be reasonable, in the public interest, and in accordance with the law. Accordingly, I <u>HEREBY APPROVE</u> the October 2024 Stipulation in its entirety, <u>HEREBY INCORPORATE</u> its terms and conditions as though fully set forth herein, and <u>HEREBY EXTEND</u> the review period until October 31, 2024.

I <u>HEREBY</u> <u>DIRECT</u> that this Order be posted on the Board's website.

⁸ In re the Verified Petition of Jersey Central Power and Light Company for Approval of JCP&L's Second Energy Efficiency and Conservation Plan Including Energy and Peak Demand Reduction Programs ("JCP&L EE&C Plan II Filing"), BPU Docket No. QO23120872, Order dated June 10, 2024.

⁹ In re the Verified Petition of Jersey Central Power and Light Company for Approval of JCP&L's Second Energy Efficiency and Conservation Plan Including Energy and Peak Demand Reduction Programs ("JCP&L EE&C Plan II Filing"), BPU Docket No. QO23120872, Order dated July 1, 2024.

This provisional ruling is subject to ratification or other alteration by the Board as it deems appropriate during the proceedings in this matter.

DATED: 10/15/2024

BY:

< U DR. ZENON CHRISTODOULOU

IN THE MATTER OF THE VERIFIED PETITION OF JERSEY CENTRAL POWER & LIGHT COMPANY FOR APPROVAL OF JCP&L'S SECOND ENERGY EFFICIENCY AND CONSERVATION PLAN INCLUDING ENERGY EFFICIENCY AND PEAK DEMAND REDUCTION PROGRAMS ("JCP&L EE&C PLAN II FILING")

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SERVICE LIST

New Jersey Board of Public Utilities 44 South Clinton Avenue, 1st Floor Post Office Box 350 Trenton, NJ 08625-0350

Sherri Golden, Board Secretary board.secretary@bpu.nj.gov

Robert Brabston, Esq., Executive Director robert.brabston@bpu.nj.gov

Stacy Peterson, Deputy Executive Director stacy.peterson@bpu.nj.gov

Cindy Bianco cindy.bianco@bpu.nj.gov

General Counsel's Office

Carol Artale, Deputy General Counsel carol.artale@bpu.nj.gov

Colin Emerle, Deputy General Counsel colin.emerle@bpu.nj.gov

Steven Athanassopoulos steven.athanassopoulos@bpu.nj.gov

Michael Hunter michael.hunter@bpu.nj.gov

Office of the Economist

Benjamin Witherell, Ph.D., Chief Economist benjamin.witherell@bpu.nj.gov

Dianne Crilly dianne.crilly@bpu.nj.gov

Jackie O'Grady jackie.ogrady@bpu.nj.gov

Division of State Energy Services

Sara Bluhm Gibson, Director sara.bluhm@bpu.nj.gov

Michelle Rossi michelle.rossi@bpu.nj.gov NJBPU, cont'd.

Division of Revenue and Rates

Anthony DeAnni anthony.deanni@bpu.nj.gov

Division of Clean Energy

Stacy Ho Richardson, Deputy Director stacy.richardson@bpu.nj.gov

Kevin Monte de Ramos Bureau Chief, Energy Efficiency and Building Decarbonization kevin.montederamos@bpu.nj.gov

Kevin Nedza kevin.nedza@bpu.nj.gov

Philip Chao philip.chao@bpu.nj.gov

Rupa Deshmukh rupa.deshmukh@bpu.nj.gov

Paul Heitmann paul.heitmann@bpu.nj.gov

Indrani Pal indrani.pal@bpu.nj.gov

Jusleen Basra jusleen.basra@bpu.nj.gov

David Titus david.titus@bpu.nj.gov

Alexis Trautman alexis.trautman@bpu.nj.gov

Dustin Wang dustin.wang@bpu.nj.gov

NJBPU Consultants

Andrew Grant The Cadmus Group 720 SW Washington St., Suite 400 Portland, OR 97205 andrew.grant@cadmusgroup.com

Jason Meyer DNV Energy Insights USA Inc. 1400 Ravello Rd Katy, TX 77449 jason.meyer@dnv.com

Pankaj Lal, PhD Cassidy Rucker Montclair State University 426 Center for Environment & Life Sciences Montclair, NJ 07043 Ialp@montclair.edu ruckerc@montclair.edu

Jennifer Senick Rutgers Center for Green Building Edward J. Bloustein School of Planning & Public Policy Rutgers, The State University of New Jersey 33 Livingston Ave #158 New Brunswick, NJ 08901 jsenick@rutgers.edu

Lisa Skumatz Skumatz Economic Research Associates PO Box 1486 Silverthorne, CO 80498 skumatz@serainc.com

New Jersey Division of Law

Department of Law & Public Safety R.J. Hughes Justice Complex, 7th Floor West 25 Market Street Post Office Box 112 Trenton, NJ 08625-0112

Daren Eppley, Section Chief, DAG daren.eppley@law.njoag.gov

Pamela Owen, Assistant Section Chief, DAG pamela.owen@law,njoag.gov

Matko Ilic, DAG matko.ilic@law.njoag.gov

Steven A. Chaplar, DAG <u>steven.chaplar@law.njoag.gov</u>

New Jersey Division of Rate Counsel 140 East Front Street, 4th Floor Post Office Box 003

Trenton, NJ 08625-0003 Brian Lipman, Esq., Director

blipman@rpa.nj.gov

Maura Caroselli, Esq. mcaroselli@rpa.nj.gov

Megan Lupo, Esq. mlupo@rpa.nj.gov

Mamie W. Purnell, Esq. mpurnell@rpa.nj.gov

Andrew Gold, Esq. agold@rpa.nj.gov

Terrence Coleman, Paralegal <u>tcoleman2@rpa.nj.gov</u>

Rate Counsel Consultants

Robert J. Henkes Henkes Consulting 7 Sunset Road Old Greenwich, CT 06870 rhenkes@optonline.net

Applied Economics Clinic 6 Liberty Square PMB 98162 Boston, MA 02109

Elizabeth A. Stanton, PhD liz.stanton@aeclinic.org

Sumera Patel Sumera.patel@aeclinic.org

Jordan M. Burt jordan.burt@aeclinic.org

Tanya Stasio tanya.stasio@aeclinic.org

Rate Counsel Consultants, cont'd.

Acadian Consulting Group 5800 One Perkins Place Drive Building 5, Suite F Baton Rouge, LA 70808

David Dismukes, Ph.D. daviddismukes@acadianconsulting.com

Michael Deupree michaeldeupree@acadianconsulting.com

Nicolas Alvarez nicolasalvarez@acadianconsulting.com

Taylor Deshotels taylordeshotels@acadianconsulting.com

Roberto Hasbun robhasbun@acadianconsulting.com

Emily Mouch emilymouch@acadianconsulting.com

Tyler French tylerfrench@acadianconsulting.com

Jackson Gaspard jacksongaspard@acadianconsulting.com

Jersey Central Power & Light Company 300 Madison Avenue P.O. Box 1911 Morristown, NJ 07962-1911

Tori L. Giesler tgiesler@firstenergycorp.com

Michael Martelo, Esq. mmartelo@firstenergycorp.com

Mark A. Mader mamader@firstenergycorp.com

Kurt E. Turosky turoskyk@firstenergycorp.com

Diane Rapp drapp@firstenergycorp.com

Edward C. Miller emille3@firstenergycorp.com

Eric R. Rundy erundy@firstenergycorp.com

Carol Pittavino cpittavino@firstenergycorp.com

JCP&L, cont'd.

Viktor Lackmann vlackmann@firstenergycorp.com

Victoria Lora Reyes mlora reyes@firstenergycorp.com

Mackenzie Klie mklie@firstenergycorp.com

Kori R. Auman-Krebs kauman@firstenergycorp.com

Morgan, Lewis & Bockius LLP 2222 Market Street Philadelphia, PA 19103-2921

Mark A. Lazaroff, Esq. mark.lazaroff@morganlewis.com

Catherine G. Vasudevan, Esq. catherine.vasudevan@morganlewis.com

Brendon Baatz Gabel Associates 417 Denison Street Highland Park, NJ 08904 brendon@gabelassociates.com

Energy Efficiency Alliance of New Jersey

John M. Kolesnik, Esq., Policy Counsel 614 S. 4th St., #307 Philadelphia, PA 19147 <u>ikolesnik@eeaofnj.org</u>

New Jersey Large Energy Users Coalition Steven S. Goldenberg, Esq. Giordano, Halleran & Ciesla, P.C. 125 Half Mile Road, Suite 300 Red Bank, NJ 07701-6777

sgoldenberg@ghclaw.com

Atlantic City Electric Company 92DC42 500 North Wakefield Drive P.O. Box 6066 Newark, DE 19702-6066

Nathanael Gillespie nathanael.gillespie@exeloncorp.com

Jacob B. Sneeden jacob.sneeden@exeloncorp.com

Jessica Yu jessica.yu@exeloncorp.com

Heather Hall <u>heather.hall@pepcoholdings.com</u>

ACE, cont'd.

Imran Bell imran.bell@exeloncorp.com

Daniel Anderson danderson@pepco.com

Ruth C. Kiselewich ruth.kiselewich@exeloncorp.com

Susan Marinelli smarinelli@pepcoholdings.com

Sherryl Chen sherryl.chen@pepcoholdings.com

Brendon Baatz brendon@gabelassociates.com

Elizabethtown Gas Company & South Jersey Gas Company Sheree Kelly, Esq., Regulatory Affairs Counsel South Jersey Industries 520 Green Lane Union, NJ 07083

skelly@sjindustries.com New Jersey Natural Gas Company Andrew K. Dembia, Esq., Regulatory Affairs Counsel 1415 Wyckoff Road

P.O. Box 1464 Wall, New Jersey 07719 adembia@njng.com

Public Service Electric and Gas Company

Stacey M. Mickles, Associate Counsel – Regulatory Law Department PSEG Services Corporation 80 Park Plaza – T10 Newark, New Jersey 07102-4194 stacey.mickles@pseg.com

Rockland Electric Company

Margaret Comes, Esq., Associate Counsel 4 Irving Place New York, New York 10003 comesm@coned.com **Convergent Energy and Power Inc**. 7 Times Square, Suite 3504 New York, NY 10036

Katie Guerry, SVP Regulatory Affairs kguerry@convergentep.com

Emma Marshall-Torres, Regulatory Affairs Manager emarshall-torres@convergentep.com

Nathan C. Howe K&L Gates LLP One Newark Center 1085 Raymond Blvd. Newark, NJ 07102 nathan.howe@klgates.com

CPower

Aaron Breidenbaugh, Senior Director of Regulatory Affairs and Public Policy 64 Westview Rd Voorheesville, NY 12186 aaron.breidenbaugh@cpowerenergy.com

Google, LLC

Bevan, Mosca & Giuditta P.C. 163 Madison Avenue, Suite 220-8 Morristown, NJ 07960

Murray E. Bevan, Esq. <u>mbevan@bmg.law</u>

Jennifer McCave, Esq. jmccave@bmg.law

Uplight

Norris McLaughlin, P.A. 400 Crossing Boulevard, 8th Floor P.O. Box 5933 Bridgewater, NJ 08807

James H. Laskey, Esq. jlaskey@norris-law.com

Anthony D'Elia adelia@norris-law.com

Neil Veilleux Uplight Inc. 2350 Junction PI, Ste 200 Boulder, CO 80301 <u>neil.veilleux@uplight.com</u>