

Agenda Date: 8/19/15 Agenda Item: 2G

## STATE OF NEW JERSEY

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

I/M/O MERRILL CREEK RESERVIOR PROJECT – JCP&L SUBLEASE OF A PORTION OF ITS WATER STORAGE AND RELEASE ENTITLEMENTS TO GRANITE WATER SUPPLY COMPANY	) ) )	ORDER EXTENDING THE ORIGINAL SUBLEASE ON A MONTH-TO-MONTH BASIS
	)	BPU DOCKET NO. EM15070855

**ENERGY** 

#### Parties of Record:

**Michael J. Connolly, Esq.**, Windels Marx ,Lane & Mittendorf, LLP, for petitioner Jersey Central Power & Light Company **Stefanie A. Brand, Esq., Director**, New Jersey Division of Rate Counsel

BY THE BOARD: 1

### **BACKGROUND**

By letter dated June 19, 2015, Jersey Central Power and Light Company ("JCP&L" or "Company") filed an Amended and Restated Sublease Agreement ("Renewal Sublease") which is a renewal of an existing sublease agreement dated as of May 1, 1993 ("Original Sublease") approved by Board Order dated December 30,1992 ("the December Order").<sup>2</sup> Under the Original Sublease, JCP&L subleased a portion of its leasehold interest in the reservoir area of the Merrill Creek project, along with related water storage and release entitlements of storage capacity for a 20 year period expiring on July 30, 2015.

According to the letter filing, since JCP&L has no need for this capacity, it will enter into the Renewal Sublease with the Granite Water Supply Company ("Granite") with a commencement date of July 31, 2015. Also according to JCP&L, the December Order only requires that the Company file a copy of any new agreements or amendments at least ten days prior to the

<sup>1</sup> Commissioner Upendra J. Chivukula recused himself due to a potential conflict of interest and as such took no part in the discussion or deliberation of this matter.

<sup>&</sup>lt;sup>2</sup> In re Jersey Central Power & Light Company to Sublease a Portion of Its Water Storage and Release Entitlements to Keystone Energy Service Company. BPU Docket No. EF921111065

effective date. Based on that understanding, JCP&L requested that the Board inform the Company as soon as reasonably possible after the ten day period that the Renewal Sublease has been accepted and authorized consistent with the December Order. Alternatively, if the Board is unable to confirm acceptance and authorization of the Renewal Sublease or issue an Order approving the Renewal Sublease prior to July 31, 2015, JCP&L requested that the Board authorize extension of the Original Sublease on a month-to-month basis pending Board approval of the Renewal Sublease.

# **DISCUSSION AND FINDINGS**

Having reviewed the letter filing and supporting exhibits including the proposed Renewal Sublease, the Board <u>HEREBY FINDS</u> that as the Renewal Sublease contains revisions to the Original Sublease, additional time is required for Board review. Therefore, the Board <u>HEREBY AUTHORIZES</u> the extension of the Original Sublease on a month-to-month basis pending completion of the Board's review of the Renewal Sublease.

The effective date of this Order is August 29, 2015.

DATED: 8/19/15

BOARD OF PUBLIC UTILITIES BY:

RICHARD S. MROZ PRESIDENT

JOSÉPH L. FIORDALISO

COMMISSIONER

MARY-ANNA HOLDEN COMMISSIONER

DIANNE SOLOMON COMMISSIONER

ATTEST:

IRÈNÉ KĬM ASBURY SECRETARY

I HEREBY CERTIFY that the within \document is a true copy of the original in the files of the Board of Public Utilities

2

BPU DOCKET NO. EM15070855

# In the Matter of Merrill Creek Reservoir Project – JCP&L Sublease of a Portion of its Water Storage and Release Entitlements to Granite Water Supply Company – BPU Docket EM15070855

#### SERVICE LIST

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

Stefanie A. Brand, Director Division of Rate Counsel 140 East Front Street, 4<sup>th</sup> Floor Post Office Box 003 Trenton, NJ 08625-0003 sbrand@rpa.state.nj.us

Brian Lipman
Division of Rate Counsel
140 East Front Street, 4<sup>th</sup> Floor
Post Office Box 003
Trenton, NJ 08625-0003
blipman@rpa.state.nj.us

Ami Morita
Division of Rate Counsel
140 East Front Street, 4<sup>th</sup> Floor
Post Office Box 003
Trenton, NJ 08625-0003
amorata@rpa.state.nj.us

James Glassen, Esq.
Division of Rate Counsel
140 East Front Street, 4<sup>th</sup> Floor
Post Office Box 003
Trenton, NJ 08625-0003
jglassen@rpa.state.nj.us

Babette Tenzer, DAG
Division of Law
124 Halsey Street
Post Office Box 45029
Newark, NJ 07101-5029
babette.tenzer@dol.lps.state.nj.us

Irene Kim Asbury, Secretary Board of Public Utilities 44 South Clinton Avenue, 9<sup>th</sup> Floor Post Office Box 350 Trenton, NJ 08625-0350 irene.asbury@bpu.state.nj.us

Jerome May, Director
Division of Energy
Board of Public Utilities
44 South Clinton Avenue, 9<sup>th</sup> Floor
Post Office Box 350
Trenton, NJ 08625-0350
ierome.may@bpu.state.ni.us

Alice Bator
Division of Energy
Board of Public Utilities
44 South Clinton Avenue, 9<sup>th</sup> Floor
Post Office Box 350
Trenton, NJ 08625-0350
alice.bator@bpu.state.nj.us

Stacy Peterson
Division of Energy
Board of Public Utilities
44 South Clinton Avenue, 9<sup>th</sup> Floor
Post Office Box 350
Trenton, NJ 08625-0350
stacy.peterson@bpu.state.nj.us

Jake Gertsman, Esq.
Counsel's Office
Board of Public Utilities
44 South Clinton Avenue, 9<sup>th</sup> Floor
Post Office Box 350
Trenton, NJ 08625-0350
jake.gertsman@bpu.state.nj.us

Geoffrey Gersten, DAG
Division of Law
124 Halsey Street
Post Office Box 45029
Newark, NJ 07101-5029
geoffrey.gersten@dol.lps.state.nj.us

Bethany Rocque-Romaine, Esq.
Counsel's Office
Board of Public Utilities
44 South Clinton Avenue, 9<sup>th</sup> Floor
Post Office Box 350
Trenton, NJ 08625-0350
bethany.rocque-romaine@bpu.state.nj.us

Alex Moreau, DAG
Division of Law
124 Halsey Street
Post Office Box 45029
Newark, NJ 07101-5029
alex.moreau@dol.lps.state.nj.us

Carolyn McIntosh, DAG
Division of Law
124 Halsey Street
Post Office Box 45029
Newark, NJ 07101-5029
carolyn.mcintosh@dol.lps.state.nj.us