

NOTICE TO ROCKLAND ELECTRIC COMPANY CUSTOMERS

A Filing and Public Hearings Notice

In the Matter of the Petition of Rockland Electric Company's Annual RGGI Surcharge Filing Reconciling Costs for Calendar Year 2024 and Estimating Costs for Calendar Year 2025

BPU Docket No. ER25010026

PLEASE TAKE NOTICE that on January 31, 2025, Rockland Electric Company ("RECO" or "Company") filed a petition with the New Jersey Board of Public Utilities ("Board") requesting review and approval to reconcile costs and revenues for its Regional Greenhouse Gas Initiative ("RGGI") Surcharge and update the Company's RGGI Surcharge ("Filing"). The Company's approved RGGI programs include Low Income Audit and Direct Install Energy Efficiency Program II and III ("Low Income Audit Programs"), Solar Renewable Energy Certificate Program I & II ("SREC Programs"), the Transitional Renewable Energy Certificate ("TREC") Program, the Clean Energy Act Energy Efficiency and Peak Demand Reduction Programs ("Clean Energy Act I Program"), Clean Energy Act Energy Efficiency ("EE") and Peak Demand Reduction ("PDR") Triennium programs ("Clean Energy Act II Program"), the Successor Incentive Program ("SuSI Program"), and the Community Solar Energy Program ("CSEP Program"). The Low-Income Audit Programs provide energy efficiency ("EE") audits and EE measures for the Company's low-income customers. The SREC Programs are solar financing programs where the Company purchases SRECs from solar projects and sells the SREC's in an auction with other New Jersey electric companies. The TREC Program is the bridge between the SREC Program and the NJ SuSI program. The Clean Energy Act I and Clean Energy Act II Programs are the Company's energy efficiency and peak demand reduction programs. The CSEP Program collects costs associated with community solar programs.

In the Filing, the Company proposes to increase the RGGI Surcharge rate from 0.6041 ¢/kilowatt-hour ("¢/kWh"), including Sales and Use Tax ("SUT") (0.5664¢/kWh, excluding SUT) to 0.9442¢/kWh (0.8857¢/kWh, excluding SUT) with a proposed effective date of June 1, 2025.

On June 1, 2025, the Company's RGGI Surcharge increased to 0.6867¢/kWh, including SUT, as a result of the Company's approved 2024 RGGI Surcharge filing. In addition, in response to a discovery request, on April 30, 2025, the Company provided schedules based on actual data through March 31, 2025. As a result of the inclusion of the June 1, 2025 RGGI Surcharge rate increase and the April 30, 2025 update, the Company proposes to increase its RGGI Surcharge rate from 0.6867¢/kWh to 0.8554¢/kWh, including SUT (0.8023¢/kWh, excluding SUT).

The Board has statutory authority to establish a RGGI Surcharge at a level it finds just and reasonable. Any final rate adjustments found by the Board to be just and reasonable may be modified and/or allocated by the Board in accordance with the provisions of N.J.S.A. 48:2-21, and for other and legally sufficient reasons, to any class or classes of customers of the Company. Therefore, the Board may establish the RGGI Surcharge at levels other than proposed by the Company.

The following table summarizes the present and proposed RGGI Surcharge component rates, excluding and including SUT.

| RGGI Rate Component | Monthly Current Rate | | Monthly Proposed Rate | |
|------------------------------|----------------------|----------------------|-----------------------|----------------------|
| | Excl. SUT (¢/kWh) | Incl. SUT (¢/kWh) | Excl. SUT (¢/kWh) | Incl. SUT (¢/kWh) |
| Low Income Audit II Program | (0.0311) | (0.0332) | (0.0445) | (0.0474) |
| Low Income Audit III Program | 0.0199 | 0.0212 | 0.0171 | 0.0182 |
| SREC I Program | (0.0420) | (0.0448) | (0.0501) | (0.0534) |
| SREC II Program | 0.0000 | 0.0000 | 0.0000 | 0.0000 |
| TREC Program | 0.2758 | 0.2941 | 0.2457 | 0.2619 |
| SuSI Program | 0.0288 | 0.0307 | 0.1207 | 0.1287 |
| Clean Energy Act I Program | 0.2418 | 0.2578 | 0.2434 | 0.2595 |
| Clean Energy Act II Program | 0.1320 | 0.1410 | 0.2463 | 0.2626 |
| CSEP Program | 0.0187 | 0.0199 | 0.0237 | 0.0253 |
| Total | 0.6439 | 0.6867 | 0.8023 | 0.8554 |

If the Filing is approved by the Board, the statewide average residential customer using 808 kWh per summer month, and 7,800 kWh on an annual basis, would see a monthly increase of \$1.10 from \$169.22 to \$170.32, or approximately 0.7%.

The effect of the proposed RGGI Surcharge on typical residential electric bills, if approved by the Board, is illustrated below:

| Residential Electric Service | | | | |
|--|-------------|--------------|----------|---------|
| Typical Average Monthly Bill (Includes Sales and Use Tax) | | | | |
| | Bill Amount | | Increase | |
| | Present (1) | Proposed (2) | Amount | Percent |
| 650 kWh average monthly use | \$169.22 | \$170.32 | \$1.10 | 0.7 |
| 925 kWh average monthly use | \$246.55 | \$248.11 | \$1.56 | 0.6 |
| 1,500 kWh average monthly use | \$407.94 | \$410.47 | \$2.53 | 0.6 |

- (1) Based upon Basic Generation Service- Residential and Small Commercial Pricing Fixed Pricing (“BGS-RSCP”), and Delivery Rates in effect July 1, 2025, and assumes that the customer receives BGS-RSCP service from RECO.
- (2) Same as (1) except includes proposed change in RGGI Surcharge.

The Company's initial Petition is posted on the Company's website at <https://cdnc-dcxprod2-sitecore.azureedge.net/-/media/files/oru/documents/rates/new-jersey/filings-notice/regional-greenhouse-gas-surcharge.pdf?rev=0728e2d814c241109075b841e482dc0a&hash=53260BB39851B4FFE55B58CF824B5135>

PLEASE TAKE ADDITIONAL NOTICE that virtual public hearings will be conducted on the following date and times so that members of the public may present their views on the Company's filing:

Date: September 16, 2025

Times: 4:30 pm and 5:30 pm

Join by meeting number via WebEx:

<https://conedison.webex.com/conedison/j.php?MTID=m2c3fdf409dd0ce5e8686f92e8bdfec6>

Go To www.webex.com and choose "Join a Meeting" at the top of the web page.

When prompted, use Meeting number 2632 436 7174 to access the meeting

Meeting password: xEKrjF85c3?

-or-

Join by phone:

Dial 1-844-621-3956 (United States Toll Free)

When prompted, use meeting number 2632 436 7174 to access the meeting. If prompted to provide an attendee ID, you may choose the option in the prompts to allow you to skip this step.

Representatives of the Company, Board Staff and Rate Counsel will participate in the virtual public hearing. Members of the public are invited to participate by utilizing the Zoom Meeting Code and Zoom Pass Code set forth above and may express their views on this filing. Such comments will be made part of the final record of the proceeding to be considered by the Board. In order to encourage full participation in this opportunity for public comment, please submit any requests for needed accommodations, such as interpreters or listening devices, 48 hours prior to the above hearings to the Board Secretary at board.secretary@bpu.nj.gov.

The Board is also accepting written and electronic comments. Comments may be submitted directly to the specific docket number listed above using the "Post Comments" button on the Board's Public Document Search tool at <https://publicaccess.bpu.state.nj.us/>. Comments are considered public documents for purposes of the State's Open Public Records Act. Only documents that are intended to be public should be submitted using the

“Post Comments” button on the Board’s Public Document Search tool. Any confidential information should be submitted in accordance with the procedures set forth in N.J.A.C. 14:1-12.3. In addition to hard copy submissions, confidential information may also be filed electronically via the Board’s e-filing system or by email to the Secretary of the Board, Sherri L. Lewis. Please include “Confidential Information” in the subject line of any email. Instructions for confidential e-filing are found on the Board’s webpage at <https://www.nj.gov/bpu/agenda/efiling/>. Emailed and/or written comments may also be submitted to:

Sherri L. Lewis, Secretary of the Board
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