

NOTICE TO PUBLIC SERVICE ELECTRIC AND GAS COMPANY ELECTRIC CUSTOMERS

In the Matter of the Petition of Public Service Electric and Gas Company for Approval of the Next Phase of the Gas System Modernization Program and Associated Cost Recovery Mechanism (“GSMP II Extension”) (February 2026 GSMP II Extension Rate Filing)

Notice of Filing and Notice of Public Hearings

Docket No. GR26020046

PLEASE TAKE NOTICE that, on February 27, 2026, Public Service Electric and Gas Company (“PSE&G,” or “Company”) filed a petition and supporting documentation with the New Jersey Board of Public Utilities (“Board” or “BPU”) seeking approval of cost recovery associated with its Gas System Modernization Program (“GSMP II Extension” or “Program”) (“Petition”).

By Order dated November 16, 2015, the Board approved PSE&G’s first Gas System Modernization Program. By Order dated May 22, 2018, the Board authorized PSE&G to implement its second GSMP (“GSMP II Program”). The May 2018 Order provided that the GSMP II Program would be implemented over a five (5) year term ending December 31, 2023. The May 2018 Order allowed PSE&G to: replace cast iron mains and unprotected steel mains; address the abandonment of district regulators associated with cast iron and unprotected steel plant; rehabilitate large diameter elevated pressure cast iron; upgrade utilization portions of the system to elevated pressure; replace limited amounts of protected steel and plastic mains; and, relocate inside meter sets and to receive accelerated recovery of certain costs associated with this work.

By Order dated October 11, 2023, the Board approved a two (2)-year extension of GSMP II, commencing on January 1, 2024, for the replacement of a minimum of 400 miles of PSE&G’s Utilization Pressure Cast Iron mains (and associated services) and/or Unprotected Steel mains (and associated services), with a maximum accelerated investment of \$752 million.

By the Petition, PSE&G seeks Board approval to recover an estimated revenue increase of approximately \$3.9 million from the Company’s gas customers associated with actual GSMP II Extension investment costs incurred through January 31, 2026, and forecasted costs through June 30, 2026.

For illustrative purposes, the estimated base rates effective September 1, 2026, including New Jersey Sales and Use Tax (“SUT”) for Residential Rate Schedule RSG, are shown in Table #1.

Table #2 provides customers with the approximate impact of the proposed increase in rates related to the GSMP II, if approved by the Board. The annual percentage increase applicable to specific customers will vary according to the applicable rate schedule and the customer’s usage.

Under the Company’s proposal, a typical residential gas heating customer using 172 therms per month during the winter months and 87 therms in an average month (1,040 therms annually) would see an increase in the average monthly bill from \$106.07 to \$106.24, or \$0.17, or approximately 0.2% (based upon Delivery Rates and BGSS RSG charges in effect as of February 1, 2026, and assuming that the customer receives BGSS service from PSE&G).

Any rate adjustments with resulting changes in bill impacts found by the Board to be just and reasonable as a result of the Petition 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 good and legally sufficient reasons to any class or classes of customers of the Company. Therefore, the described charges may increase or decrease based upon the Board’s decision. PSE&G’s gas costs addressed in the Petition and subsequent updates will remain subject to audit by the Board, and Board approval shall not preclude or prohibit the Board from taking any such actions deemed appropriate as a result of any such audit.

A copy of this Notice of Filing and Public Hearings on the Petition is being served upon the clerk, executive or administrator of each municipality and county within the Company’s service territory. The Petition is available for review online at the PSEG website at <http://www.pseg.com/pseandgfilings> and has also been sent to the New Jersey Division of Rate Counsel (“Rate Counsel”),

who will represent the interests of all PSE&G customers in this proceeding. The Petition is also available to review online through the Board’s website, <https://publicaccess.bpu.state.nj.us>, where it can search by the above-captioned docket number. The Petition and Board file may also be reviewed at the Board located at 44 South Clinton Avenue, 1st Floor, Trenton, NJ, with an appointment. To make an appointment, please call (609) 913-6298.

PLEASE TAKE FURTHER NOTICE that virtual public hearings are scheduled for the following date and times so that members of the public may present their views on the Petition:

DATE: May 7, 2026

TIMES: 4:30 and 5:30 pm

There are two options for joining.

Either go to this website:

<https://www.microsoft.com/en-us/microsoft-teams/join-a-meeting>

and enter the following information:

Meeting ID: 992 979 119 781

Passcode: 3X59PZ

-or-

Join by Phone

Dial In: (973) 536-2286

Phone conference ID: 537 811 425#

Representatives from the Company, Board Staff, and Rate Counsel will participate in the virtual public hearings. Members of the public are invited to participate by utilizing the link or dial-in number set forth above and may express their views on the Petition. All comments will be part of the final record of the proceeding and will be considered by the Board. To encourage full participation in this opportunity for public comment, please submit any requests for needed accommodations, such as interpreters and/or listening assistance, 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 listed above using the “Post Comments” button on the Board’s Public Document Search tool: (<https://publicaccess.bpu.state.nj.us>). Comments are considered public documents for purposes of the State’s Open Public Records Act. Only public documents 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. 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
44 South Clinton Ave.
PO Box 350
Trenton, NJ 08625-0350
Phone: 609-913-6241
Email: board.secretary@bpu.nj.gov

**Table #1
GAS SYSTEM MODERNIZATION PROGRAM II EXTENSION CHARGES
for Residential RSG Customers Rates if Effective September 1, 2026**

Rate Schedule			GSMP II Extension Charges	
			Current Charges in Effect February 1, 2026 Including SUT	Proposed Charges in Effect September 1, 2026 Including SUT
RSG	Service Charge	per month	\$10.00	\$10.00
	Distribution Charge	\$/Therm	\$0.603961	\$0.605892
	Off-Peak Use	\$/Therm	\$0.301981	\$0.302946
	Basic Gas Supply Service-RSG (BGSS-RSG)	\$/Therm	\$0.363539	\$0.363523

**Table #2
Proposed Percentage Change in Revenue by Customer Class for Gas Service for Rates if Effective September 1, 2026**

	Rate Class	Percent Change (%)
Residential Service	RSG	0.2
General Service	GSG	0.2
Large Volume Service	LVG	0.0
Street Lighting Service	SLG	0.0
Firm Transportation Gas Service	TSG-F	0.1
Non-Firm Transportation Gas Service	TSG-NF	0.0
Cogeneration Interruptible Service	CIG	0.1
Contract Service	CSG	0.0
Overall		0.1%

The percentage increases noted above are based upon February 1, 2026, Delivery Rates, the applicable Basic Gas Supply Service (BGSS) charges, and assumes that customers receive commodity service from Public Service Electric and Gas Company.

**Table #3
Residential Gas Service for Rates if Effective September 1, 2026**

If Your Average Monthly Therm Use Is:	And Your Monthly Winter Therm Use Is:	Then Your Present Monthly Bill (1) Would Be:	And Your Proposed Monthly Bill (2) Would Be:	Your Monthly Bill Change Would Be:	And Your Monthly Percent Change Would Be:
16	25	\$27.51	\$27.54	\$0.03	0.1%
33	50	45.03	45.09	0.06	0.1
51	100	66.15	66.25	0.10	0.2
87	172	106.07	106.24	0.17	0.2
100	198	120.89	121.09	0.20	0.2
152	300	178.08	178.38	0.30	0.2

(1) Based upon Delivery Rates and Basic Gas Supply Service (BGSS-RSG) charges in effect February 1, 2026, and assumes that the customer receives commodity service from Public Service.
(2) Same as (1) except includes the proposed change for the Gas Systems Modernization Program II Charges.