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November 29, 2012

## Via Electronic Mail and Regular Mail

Kristi Izzo, Secretary New Jersey Board of Public Utilities 44 South Clinton Avenue PO Box 350 Trenton, New Jersey 08625

Re: In The Matter Of Comprehensive Energy Efficiency and Renewable Energy

Resource Analysis for 2009 - 2012

2012 Programs and Budgets: Compliance Filing Addendum

BPU Docket No. EO07030203

Clean Power Choice Program 2012-2013 Addendum

Dear Secretary Izzo:

On behalf of the four investor owned electric utilities Atlantic City Electric Company ("ACE"), Jersey Central Power & Light Company ("JCP&L"), Public Service Electric and Gas Company ("PSE&G") and Rockland Electric Company ("RECO") (hereinafter, collectively "the EDCs"), please allow this correspondence to serve as an addendum to the November 8, 2012 budget compliance filing for the Clean Power Choice ("CPC") Program.

By way of background, the Office of Clean Energy ("OCE") has proposed removal of funding for the CPC program from the New Jersey Clean Energy Program ("NJCEP") effective December 31, 2012, with costs paid directly to the EDCs by the Clean Power Marketers ("CPMs") to continue the CPC Program. The CPC program offers retail electric customers taking Basic Generation Service the option of selecting from CPMs an energy product with higher levels of renewable energy than is required by the Renewable Portfolio Standard. In their November 8, 2012 compliance filing, the EDCs proposed to continue to support the CPC Program through December 31, 2012 and to hold further discussions with the OCE regarding what services, if any, the EDCs would provide related to the CPC Program subsequent to December 31, 2012.

On November 28, 2012 a meeting was held including representatives from OCE, the CPMs and the EDCs wherein ACE, JCP&L and PSE&G expressed a willingness to continue maintaining the CPC Program as currently operated (i.e., in "maintenance mode") as long as there are no incremental costs to these three EDCs in doing so. In RECO's service territory, it was noted that there are few, if any, customers enrolled in Clean Power Choice and it

probably would be cost prohibitive for the CPMs to absorb the costs of continuing to support the program in RECO's service territory.

In furtherance of the November 28, 2012 discussions, this addendum is intended to confirm that, after December 31, 2012 ACE, JCP&L and PSE&G will continue to maintain the existing CPC Program in their respective service territories as long as there are no incremental costs to these three EDCs in doing so. RECO will continue to maintain the existing program in its service territory after December 31, 2012 as long as all costs in doing so are borne by the CPMs and there are no incremental costs. As discussed during the November 28, 2012 meeting with OCE and the CPMs, in submitting this addendum, it is understood that since the CPC program will no longer be delivered under the NJCEP or financially supported in the NJCEP budget, as of January 1, 2013, decisions regarding assessment of costs to the CPMs and continued support of the program will rest entirely within the business judgment of the EDCs.

Thank you for your consideration of this addendum. We respectfully request that the Board approve the Clean Power Choice Program's ongoing operation as set forth in the November 8, 2012 compliance filing and this addendum thereto.

Respectfully submitted,

## Alexander C. Stern

Alexander C. Stern Attorney for Public Service Electric and Gas Company, and on behalf of Jersey Central Power and Light Company, Atlantic City Electric Company and Rockland Electric

Enclosure

cc: Service List (via E-Mail)

## Comprehensive Energy Efficiency and Renewable Energy Resource Analysis for the 2009-2012 Clean Energy Program BPU Docket No. EO07030203

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