

Chris Christie Governor

Kim Guadagno Lt. Governor

State of New Jersey

BOARD OF PUBLIC UTILITIES
44 South Clinton Avenue, 9th Floor
Post Office Box 350
Trenton, New Jersey 08625-0350
www.nj.gov/bpu/

Kristi Izzo Secretary of the Board Tel. # (609) 292-1599

December 18, 2013

To the Attached Service List:

Re: In the Matter of the Phase Out of the Transitional Energy Facility Assessment ("TEFA") Pursuant to N.J.S.A. 48:2-21.34 (5) and

N.J.S.A. 54:30A-102 - Docket No. EO11110800

On July 14, 1997, <u>L.</u> 1997, <u>c.</u>162, the Energy Tax Reform Act, was signed into law. This law replaced the Gross Receipts and Franchise Tax with the Sales and Use Tax, Corporate Business Tax, and TEFA. The Energy Tax Reform Act provided that TEFA would be phased out and fully eliminated by January 1, 2003; however, the phase out period was later extended by law. Most recently <u>L.</u> 2008, <u>c.</u> 32, signed into law on June 30, 2008, extended TEFA to December 31, 2013, froze the TEFA unit rate surcharges at calendar year 2008 rates through 2011, and established that the 2011 TEFA rates would be reduced on January 1, 2012 by 25%, further reduced on January 1, 2013 by 50%, and eliminated after December 31, 2013.

Atlantic City Electric Company, Jersey Central Power & Light Company, Rockland Electric Company, the Borough of Butler, Public Service Electric and Gas Company, Elizabethtown Gas, New Jersey Natural Gas Company, and South Jersey Gas Company (collectively, the "Energy Utilities") made filings with the Board to implement each step in the phase out of TEFA. By letters dated December 14, 2011 and December 19, 2012, the Board notified the Energy Utilities that it had reviewed the filings and found them to accurately reflect the phase out of TEFA.

In November of 2013, the Energy Utilities filed proposed tariffs with the Board to reflect the elimination of TEFA effective January 1, 2014. The Board has reviewed these filings and finds them to accurately reflect the complete elimination of TEFA pursuant to N.J.S.A. 48:2-21.34 (5) and N.J.S.A. 54:30A-102.

Accordingly, the tariff rates and terms reflecting the elimination of TEFA shall become effective January 1, 2014, as shown in the filed proposed tariffs sheets of the Energy Utilities. The Energy Utilities are directed to file final copies of the tariff sheets with the Board by December 27, 2013.

Sincerely,

Kristi Izzo

Secretary of the Board

In the Matter of the Phase Out of the Transitional Energy Facility Assessment ("TEFA") Pursuant to N.J.S.A. 48:2-21.34 (5) and N.J.S.A. 54:30A-102 DOCKET NO. EO11110800

SERVICE LIST

James Lampmann Borough of Butler One Ace Road Butler, New Jersey 07405

Sally J. Cheong Jersey Central Power & Light 300 Madison Avenue Post Office Box 1911 Morristown, NJ 07962-1911

Steven R. Cocchi, Esq. South Jersey Gas Company 1 South Jersey Plaza Folsom, NJ 08037

Philip J. Passanante, Esq. Atlantic City Electric Company 92DC42 500 N. Wakefield Drive Newark, DE 19702

Alexander C. Stern, Esq. Public Service Electric and Gas Co. 80 Park Plaza - T5G Newark, NJ 07102

M. Patricia Keefe, Esq. Elizabethtown Gas 300 Connell Drive Suite 3000 Berkeley Heights, NJ 07922

William A. Atzl, Jr.
Rockland Electric Company
4 Irving Place
Room 515-S
New York, NY 10003-0987

Tracey Thayer, Esq.
New Jersey Natural Gas Company
1415 Wyckoff Avenue
Post Office Box 1464
Wall, NJ 07719

Babette Tenzer, Esq.
State of New Jersey
Department of Law & Public Safety
Division of Law
124 Halsey Street
Post Office Box 45029
Newark, NJ 07101-45029

Jerome May, Director Division of Energy State of New Jersey Board of Public Utilities 44 South Clinton Avenue, 9th Floor Post Office Box 350 Trenton, NJ 08625-0350

Rosalie Serapiglia, Manager Division of Energy State of New Jersey Board of Public Utilities 44 South Clinton Avenue, 9th Floor Post Office Box 350 Trenton, NJ 08625-0350

Jacqueline Galka
Division of Energy
State of New Jersey
Board of Public Utilities
44 South Clinton Avenue, 9th Floor
Post Office Box 350
Trenton, NJ 08625-0350

Jim Kane, Legal Specialist Counsel's Office State of New Jersey Board of Public Utilities 44 South Clinton Avenue, 9th Floor Post Office Box 350 Trenton, NJ 08625-0350