



Monroe Township Community Energy Aggregation Program ("MTCEA")

January 2019 Program Update

The Township's contract with South Jersey Energy Company (SJE) under Round 3 of the Monroe Township Community Energy Aggregation (MTCEA) program, allows SJE to pass-through the cost (without 'mark-up') associated with a change in law or regulation that increases SJE's cost of doing business, and that also increases JCP&L's cost of power supply.

We wish to inform residents participating in the MTCEA program that there was an increase in transmission rates approved by the Federal Energy Regulatory Commission (FERC) that affects JCP&L, SJE, and all electric power suppliers serving customers in JCP&L territory. This new transmission rate was recently approved by the New Jersey Board of Public Utilities (NJBPU) for pass-through in JCP&L's Basic Generation Service tariff price-to-compare effective 12/1/18 and has also materially increased SJE's cost of providing power supply under our contract with Monroe Township. Therefore, under the Township's contract with SJE, SJE is permitted to adjust the MTCEA contract price.

Residents who are participating in the MTCEA program will be receiving a letter from SJE in late December 2018 or early January 2019 notifying them that the contract price will be increased from the current \$.07944/kwh to \$.08661/kwh to reflect this federal regulatory action.

The Township and its energy consultant have reviewed this price adjustment to confirm that it matches the increase in JCP&L's tariff price recently approved by the NJBPU to pass-through this cost. As a result, since the MTCEA contract price and the JCP&L tariff price for power supply have been adjusted by the same amount, this contract price adjustment will not change the savings that you are currently enjoying under the MTCEA program.