

September 20, 2018

Aida Camacho-Welch, Secretary
New Jersey Board of Public Utilities
44 South Clinton Avenue
3rd Floor Suite 314
Trenton, New Jersey 08625

Re: In the Matter of the Implementation of L. 2018 c. 16 Regarding the Establishment of a Zero Emission Certificate Program for Eligible Nuclear Power Plants, BPU Docket No. EO18080899

In the Matter of Jersey Central Power & Light Company Request for Review and Approval of a Zero Emission Certificate Recovery Charge, BPU Docket No. EO18091002

Dear Secretary Camacho-Welch:

On May 23, 2018, Governor Phil Murphy signed into law L. 2018, c. 16 (C.48:3-87.3 to -87.7) ("Act"), requiring *inter alia*, each Electric Distribution Company ("EDC") in the state to file with the New Jersey Board of Public Utilities (the "Board") a tariff to recover from its retail distribution customers a charge in the amount of \$0.004 per kilowatt-hour (excluding sales and use tax ("SUT")) which reflects the emissions avoidance benefits associated with the continued operation of selected nuclear power plants. On August 29, 2018, the Board issued a Zero Emission Certificate Charge Order at Docket No. EO18080899 ("ZEC Order") directing the EDCs to file tariffs in compliance with the Act by October 22, 2018, for approval by the Board. In accordance with the Act and the Board's August 29, 2018 Order at Docket No. EO18080899, please find enclosed for filing an original and eleven (11) copies of a tariff implementing a Zero Emission Certificate Recovery Charge ("ZEC Charge") for retail distribution customers of Jersey Central Power & Light Company ("JCP&L" or the "Company"). As required by N.J.A.C. 48:3-87.5(j)(1), JCP&L respectfully requests that the Board approve JCP&L's Tariff within 60 days and that the ZEC Charge become effective "[n]o later than the date of the board's order establishing the initial selected nuclear power plants to receive ZECs."

Please return a time-stamped copy to me for the Company's records using the enclosed stamped, self-addressed envelope. If you have any questions, please feel free to contact me.

Very truly yours,



Mark Mader
Director – Rates and Regulatory Affairs, NJ

**Rider ZEC
Zero Emission Certificate Recovery Charge**

APPLICABILITY: Rider ZEC provides a charge for the recovery of cost associated with Zero Emission Certificate Program directed by the BPU as detailed below. The Zero Emission Certificate Recovery Charge ("ZEC Charge") is applicable to all KWH usage of any Full Service Customer or Delivery Service Customer.

<u>Per KWH</u>		<u>Including SUT</u>
ZEC Charge	\$0.004000	\$0.004265
ZEC Reconciliation Charge	\$0.000000	\$0.000000
Total ZEC Charge	\$0.004000	\$0.004265

Pursuant to the BPU's Zero Emission Certificate Charge Order dated _____ in Docket No. EO18091002, the Board approved the implementation of a non-bypassable, irrevocable ZEC Charge of \$0.004000 per KWH for all customers effective _____. The ZEC Charge reflects the emission avoidance benefits of the continued operation of selected nuclear plants. The ZEC Charge will be adjusted periodically, in accordance with the methodology approved by the Board in Docket No. EO18080899 ("ZEC Order").

On the subsequent September 1 of each year, the Company shall file with the Board the ZEC Charge to be effective for the twelve-month period commencing October 1 of each year. The ZEC Charge shall be set to recover the ZEC costs for the next eligibility period and any prior period over-or under-recovered balances, including interest.

The revenues from ZEC Charge shall be placed in a separate, interest-bearing account. Interest will be accrued on the deferred balance for both an over-collection and under-collection at the interest rate applied by the financial institution with which these amounts are on deposit or, should these amounts remain on deposit with the utility, at an interest rate equal to the one-month LIBOR rate less 50 basis points.

Issued:

Effective:

**Filed pursuant to Order of Board of Public Utilities
Docket Nos. EO18080899 and EO18091002 dated**

Issued by James V. Fakult, President
300 Madison Avenue, Morristown, NJ 07962-1911