

# NJ Investment Infrastructure Program (IIP) - EnergizeNJ

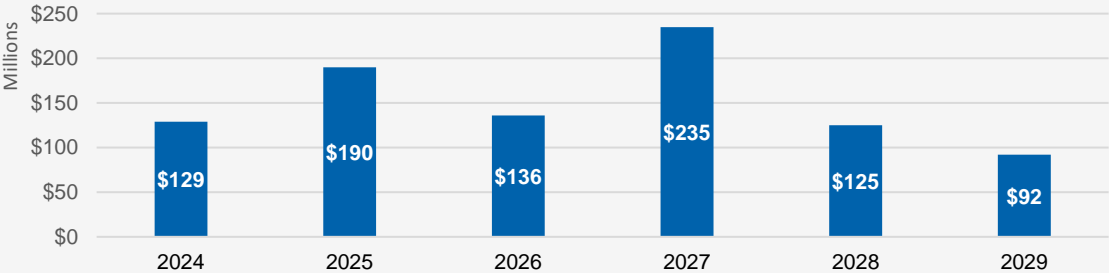
Filed 11/9/23; Amended filing 2/27/24 (Docket Number: EO23110793)



## Filing Summary

- The proposed EnergizeNJ is aimed to enhance reliability and modernize the distribution system in New Jersey through accelerated construction, installation, and rehabilitation of utility assets needed for continued system safety, reliability, and resiliency
  - The program supports sustained economic growth in NJ and aligns with the state's energy goals by advancing opportunities for DER accommodation
- Total program costs are estimated at \$931M for 5 years (\$906M in capital and \$25M in O&M)
  - 2024 mid-year start for capital deployment; revenues start in 2025 through base rate adjustments
- Recovery based on authorized capital structure and return (currently 51.9% equity/48.1% debt and 9.6% ROE)
- The cumulative average residential customer rate impact is ~3.3%
- BPU approval requested by May 22, 2024

Proposed Capital Expenditures Plan



## Background

- Regulations enacted in 2018 provide accelerated capital recovery on investments that enhance reliability, resiliency, and/or safety
- JCP&L previously conducted its 19-month Reliability Plus program: a ~\$97 million capital program completed December 2020
- Emerging trend for JCP&L reliability performance coupled with tightening of certain BPU reliability reporting regulations are primary drivers of the need for the EnergizeNJ program

## Key Benefits & Investment Areas

Grid Modernization	Substation Modernization	System Resiliency
Focuses on improving reliability performance, storm hardening, and technology integration	Focuses on replacement of substation equipment and increasing visibility and control of substation equipment	Focuses on outage recovery, improving restoration time, increasing operational flexibility, and improving visibility and control of line equipment