Law Department PSEG Services Corporation 80 Park Plaza – T5, Newark, New Jersey 07102-4194 973-430-7380 fax: 973-430-5983 email: mally.becker@pseg.com



February 25, 2014

In the Matter of the Provision of Basic Generation Service and Compliance Tariff Filing Reflecting Changes to Schedule 12 Charges in PJM Open Access Transmission Tariff – December 20, 2013 Filing and January 24, 2014 Update

Docket No. ER13121205

Kristi Izzo, Secretary Board of Public Utilities 44 South Clinton Avenue, 9th Floor P.O. Box 350 Trenton, New Jersey 08625-0350

Dear Secretary Izzo:

Enclosed for filing by Public Service Electric and Gas Company (PSE&G, the Company) please find an original and ten copies of the Company's compliance filing provided in accordance with the terms of the Board of Public Utilities (Board) Order in the above referenced matter.

On December 20, 2013, PSE&G filed to recover a FERC-approved change to transmission rates in Schedule 12 of the PJM Open Access Transmission Tariff in response to a formula rate update filing made by Public Service Electric and Gas ("PSE&G") in Federal Energy Regulatory Commission ("FERC") Docket No. ER09-1257-000 (updated FERC Docket No. ER14-621-000), and in response to the annual formula rate update filings made by Potomac-Appalachian Transmission Highline, L.L.C. ("PATH") in Docket No. ER-08-386-000 and Virginia Electric and Power Company ("VEPCo") in Docket No. ER-08-92-000 (updated FERC Docket No. ER14-621-000). As a result of a revision to the PSE&G's PJM Open Access Transmission Tariff accepted by the FERC on January 15, 2014, PSE&G filed an amended petition with updated tariff changes on January 24, 2014. The December 20, 2013 and January 24, 2014 updated filings were approved by the Board through an Order in the above referenced Docket No. ER13121205 dated February 19, 2014. The enclosed tariff sheets are effective for service on and after March 3, 2014. Thank you for your attention and consideration in this matter. If you have any questions regarding this compliance filing, please advise.

Respectfully,

Mally Becler

C Service List (E-Mail Only)

PUBLIC SERVICE ELECTRIC AND GAS COMPANY BGS TRANSMISSION ENHANCEMENT CHARGE BPU Docket No. ER13121205

| BOARD OF PUBLIC UTILITIES | | | |
|-------------------------------------------|-------------------------------------------|-------------------------------------------|--|
| Jerome May | Alice Bator | Stacy Peterson | |
| NJBPU | NJBPU | NJBPU | |
| 44 S. Clinton Avenue, 9 th Fl. | 44 S. Clinton Avenue, 9 th Fl. | 44 S. Clinton Avenue, 9 th Fl. | |
| P.O. Box 350 | P.O. Box 350 | P.O. Box 350 | |
| Trenton, NJ 08625-0350 | Trenton, NJ 08625-0350 | Trenton, NJ 08625-0350 | |
| Kristi Izzo | Frank Perrotti | | |
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| | DIVISION OF RATE COUNSE | | |
| Stefanie A. Brand, Esq. | Diane Schulze, Esq. | Ami Morita, Esq. | |
| Division of Rate Counsel | Division of Rate Counsel | Division of Rate Counsel | |
| 140 East Front St., 4 th Fl. | 140 East Front St., 4 th Fl. | 140 East Front St., 4 th Fl. | |
| Trenton, NJ 08608-2014 | Trenton, NJ 08608-2014 | Trenton, NJ 08608-2014 | |
| | TMENT OF LAW & PUBLIC | | |
| Caroline Vachier, DAG | Babette Tenzer, DAG | Alex Moreau, DAG | |
| Division of Law | Division of Law | Division of Law | |
| 124 Halsey Street, 5 th Fl. | 124 Halsey Street, 5 th Fl. | 124 Halsey Street, 5 th Fl. | |
| P.O. Box 45029 | P.O. Box 45029 | P.O. Box 45029 | |
| Newark, NJ 07101 | Newark, NJ 07101 | Newark, NJ 07101 | |
| | EDCs | | |
| Joseph Janocha | Greg Marquis | Philip Passanante, Esq. | |
| ACE – 63ML38 | PEPCO Holdings, Inc. | ACE – 89KS | |
| 5100 Harding Highway | 7801 Ninth Street NW | 800 King Street, 5 th Floor | |
| Atlantic Regional Office | Washington, DC 20068-0001 | P.O. Box 231 | |
| Mays Landing, NJ 08330 | | Wilmington, DE 19899 | |
| Sally J. Cheong, Manager | Kevin Connelly | Gregory Eisenstark, Esq. | |
| Tariff Activity, Rates, NJ | First Energy | Morgan, Lewis & Bockius | |
| JCP&L | 300 Madison Avenue | 89 Headquarters Plaza North | |
| 300 Madison Avenue | Morristown, NJ 07960 | Suite 1435 | |
| Morristown, NJ 07962 | | Morristown, NJ 07960 | |
| John L. Carley, Esq. | Margaret Comes, Esq. | Mally Becker, Esq. | |
| Consolidated Edison of NY | Senior Staff Attorney | Assist. Gen. Reg. Counsel | |
| Law Dept., Room 1815-S | Consolidated Edison of NY | PSEG Services Corporation | |
| 4 Irving Place | Law Dept., Room 1815-S | P.O. Box 570 | |
| New York, NY 10003 | 4 Irving Place | 80 Park Plaza, T-5 | |
| Free eres Marsha | New York, NY 10003 | Newark, NJ 07101 | |
| Eugene Meehan | Chantale LaCasse | Charlene Foltzer | |
| NERA | NERA | Manager - BGS | |
| 1255 23rd Street | 1166 Avenue of the Americas, | PSE&G | |
| Suite 600 | 29th Floor | 80 Park Plaza, T-8 | |
| Washington, DC 20037 | New York, NY 10036 | P.O. Box 570 | |
| | | Newark, NJ 07101 | |

PUBLIC SERVICE ELECTRIC AND GAS COMPANY BGS TRANSMISSION ENHANCEMENT CHARGE BPU Docket No. ER13060601

| OTHER | | | | |
|-------------------------------|------------------------------|-----------------------------|--|--|
| Steven Gabel | Shawn P. Leyden, Esq. | Lisa A. Balder | | |
| Gabel Associates | PSEG Services Corporation | NRG Power Marketing Inc. | | |
| 417 Denison Street | 80 Park Plaza, T-19 | 211 Carnegie Center | | |
| Highland Park, NJ 08904 | P.O. Box 570 | Contract Administration | | |
| | Newark, NJ 07101 | Princeton, NJ 08540 | | |
| Frank Cernosek | Elizabeth Sager | Commodity Confirmations | | |
| Reliant Energy | VP – Asst. General Counsel | J.P. Morgan Ventures Energy | | |
| 1000 Main Street | J.P. Morgan Chase Bank, N.A. | 1 Chase Manhattan Plaza | | |
| REP 11-235 | 270 Park Avenue, Floor 41 | 14 th Floor | | |
| Houston, TX 77002 | New York, NY 10017-2014 | New York, NY 10005 | | |
| Manager - Contracts Admin. | Raymond DePillo | Sylvia Dooley | | |
| Sempra Energy Trading Corp. | PSEG ER&T | Consolidated Edison of NY | | |
| 58 Commerce Road | 80 Park Plaza, T-19 | 4 Irving Place | | |
| Stamford, CT 06902 | P.O. Box 570 | Room 1810-S | | |
| Stannord, C1 00902 | Newark, NJ 07101 | New York, NY 10003 | | |
| Kate Trischitta – Director of | Gary Ferenz | Daniel Freeman | | |
| Trading & Asset Optimization | Conectiv Energy Supply, Inc. | Contract Services – Power | | |
| Consolidated Edison Energy | 500 North Wakefield Drive | BP Energy Company | | |
| 701 Westchester Avenue | P.O. Box 6066 | 501 W Lark Park Blvd | | |
| Suite 201 West | Newark, DE 19714-6066 | WL1-100B | | |
| White Plains, NY 10604 | Newark, DE 17/14-0000 | Houston, TX 77079 | | |
| Michael S. Freeman | Marjorie Garbini | Arland H. Gifford | | |
| Exelon Generation Company | Conectiv Energy Supply, Inc. | DTE Energy Trading | | |
| 300 Exelon Way | 500 North Wakefield Drive | 414 South Main Street | | |
| Kennett Square, PA 19348 | P.O. Box 6066 | Suite 200 | | |
| Remier Square, 177 19946 | Newark, DE 19714-6066 | Ann Arbor, MI 48104 | | |
| Deborah Hart, Vice President | Marcia Hissong, Director | Eric W. Hurlocker | | |
| Morgan Stanley Capital Group | DTE Energy Trading | PPL EnergyPlus, LLC | | |
| 2000 Westchester Avenue | 414 South Main Street | Two North Ninth Street | | |
| Trading Floor | Suite 200 | Allentown, PA 18101 | | |
| Purchase, NY 10577 | Ann Arbor, MI 48104 | | | |
| Fred Jacobsen | Gary A. Jeffries, Sr Counsel | Shiran Kochavi | | |
| NextEra Energy Power Mktg. | Dominion Retail, Inc. | NRG Energy | | |
| 700 Universe Boulevard | 1201 Pitt Street | 211 Carnegie Center | | |
| CTR/JB | Pittsburgh, PA 15221 | Princeton, NJ 08540 | | |
| Juno Beach, FL 33408-2683 | 1 moongn, 17 15221 | 111100001,113 00540 | | |
| Robert Mannella | Randall D. Osteen, Esq. | Ken Salamone | | |
| Consolidated Edison Energy | Constellation Energy | Sempra Energy Trading Corp. | | |
| 701 Westchester Avenue | 111 Market Place, Suite 500 | 58 Commerce Road | | |
| Suite 201 West | Baltimore, MD 21202 | Stamford, CT 06902 | | |
| White Plains, NY 10604 | | Sumitora, C1 00702 | | |
| winte Flams, INT 10004 | | | | |

PUBLIC SERVICE ELECTRIC AND GAS COMPANY BGS TRANSMISSION ENHANCEMENT CHARGE BPU Docket No. ER13060601

| OTHER | | |
|-----------------------------|--------------------------------------|-------------------------------------------|
| Steve Sheppard | Edward Zabrocki | Paul Weiss |
| DTE Energy Trading | Morgan Stanley Capital Group | Edison Mission Marketing & |
| 414 South Main Street | 1585 Boardway, 4 th Floor | Trading |
| Suite 200 | Attn: Chief Legal Officer | 160 Federal Street, 4 th Floor |
| Ann Arbor, MI 48104 | New York, NY 10036 | Boston, MA 02110 |
| Matt Webb | Noel H. Trask | Jessica Wang |
| BP Energy Company | Exelon Generation Company | FPL Energy Power Marketing |
| 501 West Lark Park Blvd. | 300 Exelon Way | 700 Universe Boulevard |
| Houston, TX 77079 | Kennett Square, PA 19348 | Building E, 4 th Floor |
| | | Juno Beach, FL 33408 |
| Robert Fagan | Ryan Belgram | Morgan Tarves |
| Synapse Energy Economics | Macquarie Energy LLC | TransCanada Power Marketing |
| 485 Massachusetts Avenue | 500 Dallas Street, Level 31 | 110 Turnpike Road, Suite 300 |
| Suite 2 | Houston, TX 77002 | Westborough, MA 01581 |
| Cambridge, MA 02139 | | |
| Graham Fisher | Danielle Fazio | Jan Nulle |
| ConocoPhillips | Noble Americas Gas & Power | Energy America, LLC |
| 600 N Dairy Ashford, CH1081 | Four Stamford Plaza, 7th Fl. | 12 Greenway Plaza, Suite 250 |
| Houston, TX 77079 | Stamford, CT 06902 | Houston, TX 77046 |
| Kim M. Durham | | |
| Citigroup Energy Inc. | | |
| 2800 Post Oak Boulevard | | |
| Suite 500 | | |
| Houston, TX 77056 | | |

BASIC GENERATION SERVICE – FIXED PRICING (BGS-FP) ELECTRIC SUPPLY CHARGES

APPLICABLE TO:

Default electric supply service for Rate Schedules RS, RHS, RLM, WH, WHS, HS, BPL, BPL-POF, PSAL, GLP and LPL-Secondary (less than 500 kilowatts).

BGS ENERGY CHARGES:

Applicable to Rate Schedules RS, RHS, RLM, WH, WHS, HS, BPL, BPL-POF and PSAL Charges per kilowatthour:

| | • | in each of the | • | in each of the |
|----------------------------|----------------|-------------------|----------------|---------------------|
| | moi | nths of | mo | nths of |
| | October t | <u>hrough May</u> | June throu | <u>gh September</u> |
| Rate | | Charges | | Charges |
| <u>Schedule</u> | <u>Charges</u> | Including SUT | <u>Charges</u> | Including SUT |
| RS – first 600 kWh | \$0.108792 | \$0.116407 | \$0.107529 | \$0.115056 |
| RS – in excess of 600 kWh | 0.108792 | 0.116407 | 0.116088 | 0.124214 |
| RHS – first 600 kWh | 0.088800 | 0.095016 | 0.086578 | 0.092638 |
| RHS – in excess of 600 kWh | 0.088800 | 0.095016 | 0.098022 | 0.104884 |
| RLM On-Peak | 0.164858 | 0.176398 | 0.173446 | 0.185587 |
| RLM Off-Peak | 0.058211 | 0.062286 | 0.053726 | 0.057487 |
| WH | 0.056679 | 0.060647 | 0.056653 | 0.060619 |
| WHS | 0.056769 | 0.060743 | 0.057990 | 0.062049 |
| HS | 0.091018 | 0.097389 | 0.095365 | 0.102041 |
| BPL | 0.055047 | 0.058900 | 0.050774 | 0.054328 |
| BPL-POF | 0.055047 | 0.058900 | 0.050774 | 0.054328 |
| PSAL | 0.055047 | 0.058900 | 0.050774 | 0.054328 |

The above Basic Generation Service Energy Charges reflect costs for Energy, Generation Capacity, Transmission, and Ancillary Services (including PJM Interconnection, L.L.C. (PJM) Administrative Charges). The portion of these charges related to Network Integration Transmission Service, including the PJM Seams Elimination Cost Assignment Charges, the PJM Reliability Must Run Charge and PJM Transmission Enhancement Charges may be changed from time to time on the effective date of such change to the PJM rate for these charges as approved by the Federal Energy Regulatory Commission (FERC).

Kilowatt threshold noted above is based upon the customer's Peak Load Share of the overall summer peak load assigned to Public Service by the Pennsylvania-New Jersey-Maryland Office of the Interconnection (PJM). See Section 9.1, Measurement of Electric Service, of the Standard Terms and Conditions of this Tariff.

PUBLIC SERVICE ELECTRIC AND GAS COMPANY

B.P.U.N.J. No. 15 ELECTRIC

BASIC GENERATION SERVICE – FIXED PRICING (BGS-FP) ELECTRIC SUPPLY CHARGES (Continued)

BGS CAPACITY CHARGES:

Applicable to Rate Schedules GLP and LPL-Sec.

Charges per kilowatt of Generation Obligation:

| Charge applicable in the months of June through September\$5 | 5.8309 |
|--------------------------------------------------------------|--------|
| Charge including New Jersey Sales and Use Tax (SUT)\$6 | 5.2391 |

Charge applicable in the months of October through May.....\$ 5.8309 Charge including New Jersey Sales and Use Tax (SUT)\$ 6.2391

The above charges shall recover each customer's share of the overall summer peak load assigned to the Public Service Transmission Zone by the PJM Interconnection, L.L.C. (PJM) as adjusted by PJM assigned capacity related factors and shall be in accordance with Section 9.1, Measurement of Electric Service, of the Standard Terms and Conditions.

BGS TRANSMISSION CHARGES

Applicable to Rate Schedules GLP and LPL-Sec.

Charges per kilowatt of Transmission Obligation:

| Currently effective Annual Transmission Rate for Network Integration Transmission Service for the Public Service Transmission Zone as derived from the | |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------|
| FERC Electric Tariff of the PJM Interconnection, LLC | \$ 55,352.82 per MW per year |
| PJM Seams Elimination Cost Assignment Charges | |
| PJM Reliability Must Run Charge | \$ 0.00 per MW per month |
| PJM Transmission Enhancements | · · · |
| Trans-Allegheny Interstate Line Company | \$ 91.95 per MW per month |
| Virginia Electric and Power Company | \$ 66.20 per MW per month |
| Potomac-Appalachian Transmission Highline L.L.C. | \$ 20.61 per MW per month |
| PPL Electric Utilities Corporation | \$ 25.16 per MW per month |
| American Electric Power Service Corporation | \$ 2.77 per MW per month |
| Atlantic City Electric Company. | \$ 4.97 per MW per month |
| Delmarva Power and Light Company | \$ 5.75 per MW per month |
| Potomac Electric Power Company. | \$ 12.06 per MW per month |
| Above rates converted to a charge per kW of Transmission | |
| | |

| Above rated converted to a charge per kty of tranomicolon | |
|-----------------------------------------------------------|--------|
| Obligation, applicable in all months\$ | 4.8424 |
| Charge including New Jersey Sales and Use Tax (SUT)\$ | |

The above charges shall recover each customer's share of the overall summer peak transmission load assigned to the Public Service Transmission Zone by the PJM Interconnection, L.L.C. (PJM) as adjusted by PJM assigned transmission capacity related factors and shall be in accordance with Section 9.1, Measurement of Electric Service, of the Standard Terms and Conditions. These charges will be changed from time to time on the effective date of such change to the PJM rate for charges for Network Integration Transmission Service, including the PJM Seams Elimination Cost Assignment Charges, the PJM Reliability Must Run Charge and PJM Transmission Enhancement Charges as approved by Federal Energy Regulatory Commission (FERC).

Date of Issue: February 25, 2014 Issued by DANIEL J. CREGG, Vice President Finance – PSE&G 80 Park Plaza, Newark, New Jersey 07102 Filed pursuant to Order of Board of Public Utilities dated February 19, 2014 in Docket No. ER13121205

B.P.U.N.J. No. 15 ELECTRIC

BASIC GENERATION SERVICE – COMMERCIAL AND INDUSTRIAL ENERGY PRICING (CIEP) ELECTRIC SUPPLY CHARGES

(Continued)

BGS TRANSMISSION CHARGES

Charges per kilowatt of Transmission Obligation:

| Currently effective Annual Transmission Rate for Network Integration Transmission Service for the | |
|------------------------------------------------------------------------------------------------------|-----------------------------------|
| Public Service Transmission Zone as derived from the | |
| FERC Electric Tariff of the PJM Interconnection, LLC | \$ 55,352.82 per MW per year |
| PJM Seams Elimination Cost Assignment Charges | \$ 0.00 per MW per month |
| PJM Reliability Must Run Charge | \$ 0.00 per MW per month |
| PJM Transmission Enhancements | |
| Trans-Allegheny Interstate Line Company | \$ 91.95 per MW per month |
| Virginia Electric and Power Company | |
| Potomac-Appalachian Transmission Highline L.L.C. | |
| PPL Electric Utilities Corporation | |
| American Electric Power Service Corporation | |
| Atlantic City Electric Company. | \$ 4.97 per MW per month |
| Delmarva Power and Light Company | |
| Potomac Electric Power Company. | \$ 12.06 per MW per month |
| · ······· _······ | ······ + ···· F -· ···· P •· ···• |

The above charges shall recover each customer's share of the overall summer peak transmission load assigned to the Public Service Transmission Zone by the PJM Interconnection, L.L.C. (PJM) as adjusted by PJM assigned transmission capacity related factors and shall be in accordance with Section 9.1, Measurement of Electric Service, of the Standard Terms and Conditions. These charges will be changed from time to time on the effective date of such charge to the PJM rate for charges for Network Integration Transmission Service, including the PJM Seams Elimination Cost Assignment Charges, the PJM Reliability Must Run Charge and PJM Transmission Enhancement Charges as approved by Federal Energy Regulatory Commission (FERC).

Kilowatt threshold noted above is based upon the customer's Peak Load Share of the overall summer peak load assigned to Public Service by the Pennsylvania-New Jersey-Maryland Office of the Interconnection (PJM). See Section 9.1, Measurement of Electric Service, of the Standard Terms and Conditions of this Tariff.