



Plumsted Community Energy Aggregation Program Program Announcement October 2017

Dear Plumsted Township Resident:

The Plumsted Township Community Energy Aggregation (PCEA) program, through which the Township purchases bulk power supply on behalf of its residents, has saved participating Township residents over \$1 million since its inception in January 2013. The current power supply contract with TriEagle Energy under Round 3 of the PCEA program is scheduled to expire in December 2017. The Township recently undertook a new competitive procurement process for Round 4 of the PCEA program.

The Township recently awarded a contract for Round 4 of the PCEA to the low bidder, Constellation New Energy, for a 24-month contract beginning in December 2017. The new contract with Constellation New Energy will provide electric supply at a price that is about 5% lower than the current price being paid by those residents currently participating in the PCEA-Round 3 program, and is about 10% lower than the current JCP&L power supply tariff price for those residents who are not participating in the PCEA and do not have another third-party supply contract. Under the program, there will be no change to the level of service.

Constellation New Energy is a licensed electric supplier in New Jersey, with years of experience serving tens of thousands of residential customers in New Jersey. If you do not wish to participate in Round 4 of the PCEA Program, please follow the opt-out instructions provided in the Program Summary on the reverse side of this Notice. If you are a current PCEA participant, you will receive notification in the next 30-45 days that TriEagle Energy has dropped your account effective with the December 2017 meter read, signifying the approaching end of the current contract. If you do not opt-out of the Round 4 PCEA program, you will also receive a notification in November from JCP&L that your account is being enrolled with the new PCEA supplier, Constellation New Energy, effective with the December 2017 meter read.

The aggregation program is only for the energy supply portion of your electric service. The delivery portion will continue to be provided by JCP&L at regulated rates and JCP&L will continue to provide all emergency and safety services. JCP&L will also continue to provide customer services such as meter readings, billing and service restoration. If you are on a JCP&L budget billing plan, you will continue to receive that service. This program will not affect existing consumer protections and rights.

Please take the time to read the enclosed materials and familiarize yourself with this program. You can also find additional information about the PCEA Program by visiting the Township's website at: www.pmua.net

Please note: If you do not opt-out, you will receive a notice from JCP&L in approximately 30-45 days, confirming your switch to Constellation New Energy. Again, NO ACTION is required in order to participate in the PCEA program.

Plumsted Community Energy Aggregation (PCEA) Program Summary

Constellation New Energy Information:	Constellation New Energy, Inc. (BPU License # ESL-0016) Toll Free Telephone Number: 833-526-5174 Website: www.constellation.com/nj-plumsted Address: 1310 Point Street, Baltimore, MD 21231 Email Address: vst@constellation.com
Price Structure:	Non-Variable Price ¹
Generation/Supply Price:	\$0.08586 per kilowatt-hour (kWh)
Statement Regarding Savings:	PCEA program supply price is about 10% below the current average JCP&L tariff price for power supply for the typical Township resident. Estimated savings for the typical Township resident are about \$6 per month, or about \$140 over the contract term. For budget billing details, see footnote below ²
Amount of Time Required to Change Back to Default Service or Another TPS:	The request to switch out of the PCEA program will become effective on the next available meter read date in accordance with State-approved processes implemented by JCP&L.
Incentives:	None
Right to Opt Out / Rescind / Cancel:	As an eligible resident, you will be <u>automatically enrolled</u> in the PCEA program unless you indicate your desire not to participate by submitting an ‘opt-out’ request during an initial 30-day opt-out period, which ends November 5, 2017. If you choose to ‘opt out’ of the program, please sign and return the enclosed postage-paid card, call Constellation Energy toll-free at 1-833-526-5174 or use Constellation’s online opt-out platform at constellation.com/nj-plumsted by November 5, 2017 . If you do not opt out by November 5, 2017, you will be enrolled in the program; however, you may still leave the PCEA program at any time thereafter by calling Constellation New Energy or emailing your request using the contact information above. <i>You may also opt out on the website of the Township’s Energy Consultant, Gabel Associates, at www.gabelassociates.com/GEA or by emailing them at PCEA-info@gabelassociates.com.</i>
Program Start Date:	Service will begin with your December 2017 meter read date
Program Term/Length:	24 months, until your December 2019 meter read date
Cancellation/Early Termination Fees:	None. You can opt out at any time, with no penalty or cancellation fee
Renewal Terms:	If the Township decides to continue the program beyond December 2019, it will issue a new bid for power supply. If a new contract is awarded you will be notified, provided a new Program Summary, and will again be given the opportunity to participate in the program or opt out. If no new contract is awarded by the Township, program participants will be returned to JCP&L supply service effective with the December 2019 meter read date.
JCP&L Contact Information:	Toll-Free Telephone Number: (800)-662-3115 Telephone Number for Emergencies and Outages: 1-888-544-4877

¹ Supplier cannot vary prices monthly, adjust prices for changed market conditions, or change the rate after an initial ‘teaser’ period. The price will remain unchanged for the full contract term. The only exception is a one-time contract price adjustment resulting from a change in law that also effects the cost of power supply provided by JCP&L, in which case the contract price adjustment will not adversely impact the level of savings as compared to the JCP&L tariff price for power supply.

² Equal payment plans (EPP) will be provided to residents who currently have EPP billing with JCP&L. Under budget billing service, Constellation New Energy will calculate your budgeted amount based on your average electric usage over the prior 12 months. Periodically, Constellation New Energy will examine your budget and may adjust to more closely match your usage from the previous year. Constellation New Energy will conduct a final true-up at the end of the contract - or upon your leaving the program should you ‘opt-out’ before the end of the 24-month term - to reconcile between the amount of electricity actually used and the amount paid under the plan. The new budget amount may vary from the level of your current budget payment. You will continue to receive a levelized amount from JCP&L for delivery service, and you may experience true-ups with JCP&L during the contract.