



October 17, 2022

**VIA ELECTRONIC FILING**

Hon. Kimberly D. Bose,  
Secretary Federal Energy  
Regulatory Commission 888  
First Street, N.E.  
Washington, DC 20426

Re: Public Service Electric and  
Gas Company Docket No.  
ER09-1257-000  
Informational Filing of 2023 Formula Rate

Annual Update Dear Secretary Bose:

Pursuant to the Formula Rate Implementation Protocols (“Protocols”) of Public Service Electric and Gas Company (“PSE&G”), contained in Attachment H-10B of the PJM Interconnection, L.L.C. (“PJM”) Open Access Transmission Tariff (“OATT” or “Tariff”), PSE&G submits to the Federal Energy Regulatory Commission (“Commission”) its Formula Rate Annual Update for 2023 (“Annual Update”). This 2023 Annual Update sets forth PSE&G’s annual transmission revenue requirement, calculated in accordance with its Formula Rate for network transmission service under the PJM Tariff for the period commencing January 1, 2023 through December 31, 2023. The 2023 Annual Update also includes a True-up Adjustment for the 2021 Rate Year (January 1, 2021 through December 31, 2021).

In accordance with the Protocols, this submission is provided to the Federal Energy Regulatory Commission (“Commission”) for informational purposes only and requires no action by the Commission. As required by the Protocols, PSE&G is also providing a copy of this filing to PJM for posting on the PJM website. Exhibit 1 of this filing includes a copy of PSE&G’s 2023 Annual Update. Consistent with Commission Staff’s Guidance on Formula Rate Updates, PSE&G is submitting the formula rate template and additional exhibits in Microsoft Excel format.

In addition to PSE&G’s 2023 Annual Update formula rate template, PSE&G also submits Workpaper 1, which contains additional supporting information pursuant to Commission Staff’s Guidance on Formula Rate Updates.

Finally, in accordance with the requirement in the Protocols to include information related to accounting changes that affect formula rate inputs, PSE&G notes that on September 1, 2022 it submitted a petition to the New Jersey Board of

Public Utilities (“BPU”) requesting an accounting order authorizing PSE&G to modify its pension accounting. The petition specifically requests authorization to utilize a calculated value that recognizes changes in fair value in a systematic and rational manner for determining the market-related value of assets when calculating the amortization of net gain or loss component of pension expense for ratemaking purposes. PSE&G has requested an effective date of January 1, 2023. To be consistent with the BPU filing, PSE&G is reflecting the pension accounting change that is subject to the BPU’s approval in its forecasted formula rate inputs.

Thank you for your attention to this matter and please advise the undersigned of any questions.

Respectfully submitted,

Public Service Electric and Gas Company

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Attachments