

NOTICE OF PUBLIC HEARING REGARDING BOROUGH OF BUTLER'S APPLICATION TO ESTABLISH A MECHANISM FOR A REVIEW OF ITS LEVELIZED ENERGY ADJUSTMENT (LEAC) CLAUSE RATE; AND ITS APPLICATION FOR APPROVAL OF A CHANGE IN ITS LEVELIZED ENERGY ADJUSTMENT CLAUSE

TO THE MUNICIPAL CLERK ADDRESSED AND CUSTOMERS OF THE BOROUGH OF BUTLER:

Please take notice that on November 5, 2012, at 6:30 p.m. at the Borough of Butler Municipal Building, One Ace Road, Butler, New Jersey 07405, there will be a public hearing concerning the Borough of Butler's petition filed with the New Jersey Board of Public Utilities ("BPU") to establish a mechanism for a review of its Levelized Energy Adjustment Clause ("LEAC") rate.

A stipulation has been proposed to resolve this petition. Under the proposed stipulation, the Borough will file a petition once every two years for Board approval of its LEAC rate. For example, the Borough filed a petition on February of 2012, therefore the next filing will be due February of 2014. The Borough will be able to continue adjusting its LEAC rate quarterly subject to a rate cap of \$0.151718 per kwh.

Please take further notice that on the same date and at the same place there will be a public hearing concerning the Borough of Butler's petition filed with the New Jersey Board of Public Utilities ("BPU") on February 3, 2011 for a proposed decrease in its Levelized Energy Adjustment Charge ("LEAC") rate (BPU Docket No. ER11020058).

The Borough's petition proposed that the present LEAC rate, which is \$0.131133 per kilowatt hour, be decreased to \$0.122734 per kilowatt hour (a \$.008399 per kWh decrease) for all classes of customers. Pursuant to the Borough's petition, the LEAC is adjusted by increasing or

decreasing the rate quarterly subject to a rate cap of \$0.151718 per kWh. The filed LEAC rate is intended to be in effect starting April 1, 2011.

Assuming an implementation of the proposed LEAC rate on April 1, 2011, the average bill impact for a residential customer served by the Borough of Butler in Bloomingdale, Riverdale, Kinnelon or West Milford, using the following kilowatt hours, would be as follows:

<u>Customer</u>	<u>Average Monthly Usage (kWh)</u>	<u>Current Rate</u>	<u>Proposed Rate</u>	<u>%Decrease</u>
Residential	1,000	\$190.53	\$181.54	(4.72)%

Please take further notice that on the same date and at the same place there will be a public hearing concerning the Borough of Butler's petition filed with the New Jersey Board of Public Utilities ("BPU") on February 1, 2012 for a proposed decrease in its Levelized Energy Adjustment Charge ("LEAC") rate (BPU Docket No. ER12030292).

The Borough's petition proposed that the present LEAC rate, which is \$0.132559 per kilowatt hour, be decreased to \$0.116647 per kilowatt hour (a \$.015912 per kWh decrease) for all classes of customers. Pursuant to the Borough's petition, the LEAC is adjusted by increasing or decreasing the rate quarterly subject to a rate cap of \$0.151718 per kWh. The filed LEAC rate is intended to be in effect starting April 1, 2012.

Assuming an implementation of the proposed LEAC rate on April 1, 2012, the average bill impact for a residential customer served by the Borough of Butler in Bloomingdale, Riverdale, Kinnelon or West Milford, using the following kilowatt hours, would be as follows:

<u>Customer</u>	<u>Average Monthly Usage (kWh)</u>	<u>Current Rate</u>	<u>Proposed Rate</u>	<u>%Decrease</u>
Residential	1,000	\$190.22	\$173.19	(8.95)%

Any assistance required by customers at the public hearing will be furnished by the Borough upon request. Please contact James Lampmann at phone number (973) 838-7200 if special assistance is required at the hearing. Copies of the Petition are available for inspection at the Borough's Municipal Building, One Ace Road, Butler, NJ 07405 and at the New Jersey Board of Public Utilities, 44 South Clinton Avenue, Trenton, NJ 08625.

Interested persons will be permitted to appear and testify or make a statement of their views on the Petition at the public hearing. Interested persons may also send written comments to the Secretary of the New Jersey Board of Public Utilities at 44 South Clinton Avenue, Trenton, NJ 08625, whether or not they attend the public hearing.