done & cc: 1/28/14 JGL Adm.

NEW JERSEY
AMERICAN WATER

Frank X. Simpson
Manager, Rates and Regulatior
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Voorhees, NJ 08043
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P 856.782.2351
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RECEIVED
JAN 27 2014
Mount Olive Township Clerk's Office

January 21, 2014

VIA CERTIFIED MAIL – RETURN RECEIPT REQUESTED

TO ALL: MUNICIPAL CLERKS, CLERKS OF THE BOARDS OF CHOSEN FREEHOLDERS, COUNTY EXECUTIVE OFFICERS, COUNTY ADMINISTRATORS AND SALE FOR RESALE CUSTOMERS

Re: I/M/O the Petition of New Jersey American Water Company, Inc. to Change the Levels of its Purchased Water Adjustment Clause and Purchased Wastewater (Sewerage) Treatment Adjustment Clause
BPU Docket No. WR13111038
OAL Docket No. PUC 17989-13

Dear Sir/Madam:

Enclosed herewith for service upon you is a Public Notice of the filing of a Petition to change the levels of purchased water and purchased wastewater (sewerage) treatment adjustment clauses, which could result in an increase or decrease to existing water and sewer rates. As you will see from the notice, the overall percentage increase sought by the Company at this time is 0.69% (which is less than 1%); however, for the proposed rate change for your specific area, please refer to the enclosed Public Notice.

Please note, the dates and times of the public hearings at which members of the public are invited to attend and express their views on the proposed rate increases are as follows:

2:00 PM on February 11, 2014
Ocean City Library
1731 Simpson Street
Ocean City, New Jersey 07090

2:00 PM on February 12, 2014
Maplewood Memorial Library
51 Baker Street
Maplewood, New Jersey 07040

6:00 PM on February 11, 2014
Westampton Municipal Building
710 Rancocas Road
Westampton, New Jersey 08060

6:00 PM on February 12, 2014
Memorial Middle School
485 Adelphia Road
Freehold, New Jersey 07731

Very truly yours,

Frank X. Simpson

FXS:dlc
Enclosures

cc: Service list (via e-mail)
Hon. Elia A. Pelios, ALJ (via facsimile and regular mail)
Hon. Kristi Izzo, Secretary, BPU (via certified mail, RRR)
Department of Law & Public Safety (via certified mail, RRR)
Division of Rate Counsel (via certified mail, RRR)
J.H. Buehrer & Associates (via regular mail)

PUBLIC NOTICE

NEW JERSEY AMERICAN WATER COMPANY

NOTICE OF PUBLIC HEARINGS

NEW JERSEY AMERICAN WATER COMPANY NOTICE OF FILING OF PETITION FOR APPROVAL TO CHANGE THE LEVEL OF ITS PURCHASED WATER ADJUSTMENT CLAUSE AND PURCHASED WASTEWATER (SEWERAGE) TREATMENT ADJUSTMENT CLAUSE
BPU Docket No. WR13111038
OAL Docket Number PUC 17989-13

TO OUR CUSTOMERS:

Notice is hereby given that on November 15, 2013, New Jersey American Water ("Company") filed with the Board of Public Utilities, pursuant to N.J.S.A. 48:2-21 and N.J.A.C. 14:9-7.1 et seq., an application seeking to increase rates for water and sewer service through revisions to the Purchased Water and Purchased Wastewater (Sewerage) Treatment Adjustment Clauses ("PWAC" and "PSTAC", respectively). The proposed rates would increase annual revenues by $4,483,878 or 0.69%. The proposed change in rates provides no profits to the Company. The change merely represents a pass-through of charges to the Company from purveyors who supply water to the Company and from the cost of wastewater treatment services. Those wastewater treatment services are provided by the Ocean County Utilities Authority, the Cape May County Municipal Utilities Authority, and Howell Township.

The existing rates for GENERAL METERED, GENERAL SALES FOR RESALE, COMMODITY-DEMAND, OFF-PEAK DEMAND, SERVICE TO OTHER SYSTEMS, PEAKING SERVICE, AND OPTIONAL INDUSTRIAL WHOLESALE WATER CUSTOMERS served throughout the State of New Jersey, are proposed to be adjusted as follows:

PURCHASED WATER ADJUSTMENT CLAUSE (PWAC)

In addition to all other charges for metered service, the following additional charges, per Rate Schedule O-1 of the Company's Tariff B.P.U. No. 8, per 100 gallons, per 1,000 gallons, per 10 cubic feet and per 100 cubic feet for all sales will be made to recover increases in purchased water costs not currently included in the consumption or any other charge:

	Gallons Per Month	Gallons Per Quarter	Rate Per 100 Gallons	Rate Per 1,000 Gallons
Non-Exempt	All	All	$0.04810	$0.4810
Exempt	All	All	$0.04148	$0.4148

	Cubic Feet Per Month	Cubic Feet Per Quarter	Rate Per 10 Cubic Feet	Rate Per 100 Cubic Feet
Non-Exempt	All	All	$0.035979	$0.35979
Exempt	All	All	$0.031027	$0.31027

NOTE: One cubic foot is equal to approximately 7.48 gallons.

SET FORTH IN THE CHART BELOW ARE THE PRESENT AND PROPOSED CHARGES FOR THE TYPICAL RESIDENTIAL WATER CUSTOMER CONSUMING 6,500 GALLONS PER MONTH AND THE RESULTING INCREASES:

	Present Per month	**Proposed Per month**	**Amount Increase**	**Percentage Increase**
SA-1	**$52.05**	**$52.34**	**$0.29**	**0.56%**
SA-1B	**$38.28**	**$38.57**	**$0.29**	**0.76%**
SA-1D	**$45.58**	**$45.87**	**$0.29**	**0.64%**
SA-2, SA-3 & SA1A	**$49.40**	**$49.69**	**$0.29**	**0.59%**
SA-2 Manville	**$45.98**	**$46.26**	**$0.28**	**0.61%**
SA-3 Southampton	**$42.57**	**$42.86**	**$0.29**	**0.68%**

PURCHASED WASTEWATER (SEWERAGE) TREATMENT ADJUSTMENT CLAUSE (PSTAC)

In addition to all other existing charges for General Metered Sewer Service in OCEAN CITY, CAPE MAY COUNTY the following PSTAC charges per 100 gallons, per 1,000 gallons, per 10 cubic feet and per 100 cubic feet will be included within the Minimum Service Charge rates as set forth on Rate Schedule 1-A of the Company's Tariff B.P.U. No. 8 – Sewer:

	Gallons Per Month	Gallons Per Quarter	Rate Per 100 Gallons	Rate Per 1,000 Gallons
Non-Exempt and Exempt	All	All	$2.55426	$25.5426

	Cubic Feet Per Month	Cubic Feet Per Quarter	Rate Per 10 Cubic Feet	Rate Per 100 Cubic Feet
Non-Exempt and Exempt	All	All	$1.910585	$19.10585

NOTE: One cubic foot is equal to approximately 7.48 gallons.

THE TYPICAL RESIDENTIAL WASTEWATER SERVICE CUSTOMER IN OCEAN CITY WITH SUMMER QUARTER USAGE OF 20,000 GALLONS, 44,000 GALLONS ANNUALLY, PRESENTLY PAYING $65.86 PER MONTH, WOULD PAY $67.93 PER MONTH UNDER PROPOSED RATES, WHICH IS AN INCREASE OF $2.07 OR 3.14%.

Present Rate per Month	Proposed Rate per Month	Difference	% Increase
$65.86	$67.93	$2.07	3.14%

In addition to all other existing charges for General Metered Sewer Service in LAKEWOOD TOWNSHIP, OCEAN COUNTY, the following PSTAC charges per 100 gallons, per 1,000 gallons, per 10 cubic feet and per 100 cubic feet for all sales will be made to recover

purchased wastewater treatment and disposal costs not included in the Sewer Usage Charge or any other charges set forth on Rate Schedule 2-A of the Company's Tariff B.P.U. No. 8 – Sewer:

	Gallons Per Month	Gallons Per Quarter	Rate Per 100 Gallons	Rate Per 1,000 Gallons
Non-Exempt and Exempt	All	All	$0.40035	$4.0035

	Cubic Feet Per Month	Cubic Feet Per Quarter	Rate Per 10 Cubic Feet	Rate Per 100 Cubic Feet
Non-Exempt and Exempt	All	All	$0.299463	$2.99463

NOTE: One cubic foot is equal to approximately 7.48 gallons.

THE TYPICAL RESIDENTIAL WASTEWATER SERVICE CUSTOMER IN LAKEWOOD WITH WINTER QUARTER USAGE OF 18,000 GALLONS, 72,000 GALLONS ANNUALLY, PRESENTLY PAYING $57.74 PER MONTH, WOULD PAY $59.54 PER MONTH UNDER PROPOSED RATES, WHICH IS AN INCREASE OF $1.80 OR 3.12%.

Present Rate per Month	Proposed Rate per Month	Difference	% Increase
$57.74	$59.54	$1.80	3.12%

In addition to all other existing charges for General Metered Sewer Service in the Adelphia section of the TOWNSHIP OF HOWELL, MONMOUTH COUNTY the following PSTAC charges per 100 gallons and per 1,000 gallons for all sales will be made to recover purchased wastewater treatment and disposal costs not included in the Sewer Usage Charge or any other charges set forth on Rate Schedule 3-A of the Company's Tariff B.P.U. No. 8 – Sewer:

	Gallons Per Month	Gallons Per Quarter	Rate Per 100 Gallons	Rate Per 1,000 Gallons
Non-Exempt and Exempt	All	All	$0.67920	$6.7920

THE TYPICAL RESIDENTIAL WASTEWATER SERVICE CUSTOMER IN HOWELL WITH USAGE OF 48,000 GALLONS ANNUALLY, PRESENTLY PAYING $52.08 PER MONTH, WOULD PAY $54.88 PER MONTH UNDER PROPOSED RATES, WHICH IS A DECREASEOF $2.80 OR 5.38%.

Present Rate per Month	Proposed Rate per month	Difference	% Increase
$52.08	$54.88	$2.80	5.38%

NO INCREASES ARE PROPOSED FOR PUBLIC OR PRIVATE FIRE PROTECTION SERVICE CUSTOMERS NOR ARE ANY INCREASES PROPOSED FOR ANY OF THE COMPANY'S FIXED SERVICE CHARGES OR DEMAND CHARGES APPLICABLE TO METERED WATER SERVICE, NOR TO SALES FOR RESALE—UNINTERRUPTABLE MANASQUAN SERVICE.

PLEASE TAKE FURTHER NOTICE that public hearings on the Company's Petition have been scheduled for

Tuesday February 11, 2 PM
Ocean City Library
1735 Simpson Street
Ocean City, New Jersey 07090

Tuesday, February 11, 6 PM
Westampton Municipal Building
710 Rancocas Road
Westampton, New Jersey 08060

Wednesday, February 12, 2 PM
Maplewood Memorial Library
51 Baker Street
Maplewood, New Jersey 07040

Wednesday, February 12, 6 PM
Memorial Middle School
485 Adelphia Road
Freehold, New Jersey 07728

A Hearing Officer designated by the Office of Administrative Law will preside over the public hearings. Hearings will continue, if necessary, on such additional dates and at such locations as determined by the Board of Public Utilities or the Office of Administrative Law. Members of the public are invited to attend and express their views on the proposed rate increase. Such comments will be made a part of the final record in the proceeding. Written comments may be submitted to Kristi Izzo, Secretary of the Board of Public Utilities, 44 South Clinton Avenue, 9th Floor, P.O. Box 350, Trenton, NJ 08625-0350, or the Clerk, Office of Administrative Law, P.O. Box 049, Trenton, New Jersey 08625-0049. Such written comments should contain the BPU Docket Number WR13111038 and OAL Docket Number PUC 17989-13 assigned to this case.

Further information and copies of the Petition may be obtained at the Board Offices located at 44 South Clinton Avenue, 9th Floor, Trenton, New Jersey 08625 or by calling the Company at 856-782-2351. Additionally, the Petition and applicable attachments as well as the Public Hearing Notice for this proceeding can be viewed on the Company's website at www.newjerseyamwater.com by first selecting Customer Service and then Rates Information.

Any relief determined by the Board of Public Utilities to be just and reasonable may be applied by the Board in such manner as the Board may deem appropriate.

IN ORDER TO ENCOURAGE FULL PARTICIPATION IN THIS OPPORTUNITY FOR PUBLIC COMMENT, PLEASE SUBMIT ANY REQUESTS FOR NEEDED ACCOMMODATIONS, INCLUDING INTERPRETERS OR MOBILITY ASSISTANCE, 48 HOURS PRIOR TO THIS HEARING.

NEW JERSEY AMERICAN WATER COMPANY

BY: WILLIAM M. VARLEY
PRESIDENT

NEW JERSEY AMERICAN WATER COMPANY
1025 Laurel Oak Road
Voorhees, NJ 08043