



**Township of Livingston
Livingston Community Energy Aggregation**

c/o Constellation
P.O. Box 4911
Houston, TX 77210-4911

PRESORTED
FIRST-CLASS MAIL
US POSTAGE PAID
THURMONT MD
PERMIT #729

DO NOT DISCARD – IMPORTANT Notice Regarding Electricity Rates



Township of Livingston Livingston Community Energy Aggregation (LCEA) Program Announcement

Dear Livingston Township Resident:

The Livingston Community Energy Aggregation (LCEA) was launched by the Township in 2017, with the goal of using bulk purchasing power to procure electric power supply on behalf of Township residents at a lower price, and with a higher renewable content, than power supply provided by JCP&L. Over the past year, Livingston has solicited price proposals from competing suppliers on several occasions in the hopes of awarding a beneficial contract for its residents.

We are pleased to inform you that, as a result of the Township's most recent bid process, the Township has awarded a contract to the low bidder, Constellation New Energy, Inc., for a 15-month contract beginning in June 2019 for residents who are located in JCP&L territory. The new contract with Constellation New Energy will provide electric supply that has a renewable energy content of over 40%, which is about double the current renewable energy content of JCP&L's power supply, at a price that is about 8% lower than the current price being paid by those residents currently receiving supply through JCP&L. Even with an expected drop in JCP&L tariff prices later this year the contract is projected to save the typical Township resident about \$8 over the 15-month contract term, with a substantially higher renewable energy content, and with no change to the level of service.

Constellation New Energy is an electric supplier licensed by the State of New Jersey, has been in business for nearly 20 years, and has experience serving tens of thousands of residential customers through energy aggregation programs like the LCEA. If you do not wish to participate in the LCEA program for any reason, you are welcome to opt-out by following the instructions provided in the Program Summary on the reverse side of this Notice. If you do not opt-out of the LCEA program, you will also receive a notification from JCP&L in May that your account is being enrolled with the new LCEA supplier, Constellation New Energy, effective with the June 2019 meter read.

For residents seeking additional information, we have scheduled a Public Information Session, taking place from 8:30 p.m. to 9:45 p.m. on April 25, 2019 at Township Hall, located at 357 S. Livingston Ave., Livingston, NJ. Further information about the program can also be found on the Township's website.

The energy 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. ***Please take the time to read the enclosed materials and familiarize yourself with this program.***

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. Again, NO ACTION is required in order to participate in the LCEA program.

Livingston Community Energy Aggregation Program Summary

Constellation New Energy Information:	Constellation New Energy, Inc. (BPU License # ESL-0016) Toll Free Telephone Number: 833-214-2009 Website: www.constellation.com/nj-livingston Address: 1310 Point Street, Baltimore, MD 21231 Email Address: vst@constellation.com
Price Structure:	Non-Variable Price ¹
Generation/Supply Price:	\$0.09027 per kilowatt-hour (kWh)
Statement Regarding Savings:	The contract supply price is about 8% below the below the current average JCP&L tariff supply price-to-compare. With anticipated reductions in the JCP&L tariff price later this year, projected savings for the typical Township resident are estimated at about \$8 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 LCEA program will become effective on the next available meter read date in accordance with processes implemented by JCP&L
Incentives:	Power supply includes approximately 41% Renewable Energy content .
Right to Opt Out / Rescind / Cancel:	You will be automatically enrolled in the LCEA program unless you submit an ‘opt-out’ request the 30-day opt-out period, which ends May 10, 2019. If you choose to ‘opt out’, please sign and return the enclosed postage-paid card, call Constellation NewEnergy toll-free at 1-833-214-2009 or submit via: constellation.com/nj-Livingston by May 10, 2019. If you do not opt out by May 10, 2019 you will be enrolled; however, you may still leave the LCEA program at any time thereafter <i>You may also opt out through the Township’s Energy Consultant at www.gabelassociates.com/GEA or LCEA-info@gabelassociates.com.</i>
Program Start Date:	Service will begin with your June 2019 meter read date
Program Term/Length:	15 months, until your September 2020 meter read date
Cancellation/Early Termination Fees:	None. You can opt out at any time, with no penalty or cancellation fee
Renewal Terms:	No automatic roll-over or renewal. If a new contract is awarded by the Township, 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 in Sept. 2020.
JCP&L Contact Information:	Toll-Free Telephone Number: (800)-662-3115 Telephone Number for Emergencies and Outages: 1-888-544-4877

Para obtener esta información en Español por favor llame este numero: 1-833-214-2009

¹ Supplier cannot vary prices monthly or 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 will calculate your budgeted amount based on your average electric usage over the prior 12 months. Periodically, Constellation will examine your budget and may adjust to more closely match your usage from the previous year. Constellation 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 15-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.

Livingston Community Energy Aggregation Program Summary

Residents receiving this notice who are outside the geographic boundaries of Livingston, please contact Constellation to be removed from the program. Livingston residents who do not receive this notice are permitted to join the program any time.



Community Energy Aggregation Frequently Asked Questions



What is Community Energy Aggregation?

Community Energy Aggregation is a program permitted under New Jersey State law that allows municipalities to pool together residents and conduct a bid for power supply from third-party suppliers, with the aim of obtaining a power supply price that is cheaper, and/or has more renewable energy than the power supplied by the electric utility. The program is conducted under the oversight of the New Jersey Board of Public Utilities, the Division of Rate Counsel and the Department of Community Affairs. Livingston has named its program the Livingston Community Energy Aggregation (LCEA).

Who has the Township of Livingston selected as the LCEA program supplier for residents in the JCP&L service territory?

Constellation New Energy was selected by the Township of Livingston as the qualified supplier with the lowest proposed price for JCP&L customers in a public, competitive procurement. Constellation New Energy is an electric power supplier licensed by the New Jersey Board of Public Utilities.

When does the program with Constellation New Energy begin?

Service will begin with the June 2019 meter read date and will continue for 15 months – until September 2020.

How does the LCEA program contract price compare to the JCP&L tariff price for electricity supply?

The price of \$0.09027 per kilowatt-hour (kWh) is approximately 8% below the current average JCP&L tariff price for power supply. Even with expected drops in the JCP&L tariff price later this year, the average Township resident is still projected to save about \$8 over the full contract as compared to the average JCP&L tariff price-to-compare over that time period. Additionally, the energy supply procured through the LCEA program contains approximately double the renewable energy content of JCP&L default energy supply.

Does the price vary as energy market conditions change?

No. This is a non-variable price that does not change with market conditions. Unlike some third-party supply contracts, the price is locked in through a contract with the Township, and will not fluctuate after an initial 'teaser' period. The contract price can only change if there is a Change in Law that equally affects the price of JCP&L power supply, such that even after such a price adjustment the savings as compared to the JCP&L tariff price is maintained. Any such Change in Law price adjustment would be subject to review and approval by the Township to assure that the savings are not adversely impacted.

If I participate in the program, how does this affect my utility bill and service?

Your JCP&L bill includes separate charges for delivery service and for power supply service (i.e., Basic Generation Service). JCP&L will still provide delivery service and read your meter, and you will still receive a single bill from JCP&L which will continue to include the JCP&L delivery charges, but the utility Basic Generation Service charges for power supply will be replaced by the charges offered by the Township's chosen supplier, Constellation New Energy. Even if you participate in the program, JCP&L will still be responsible for service reliability and restoration.

Is participation mandatory?

Participation is never mandatory. Residents who do not currently have a third-party supply contract (i.e., take power supply service from JCP&L under the utility's Basic Generation Service tariff) are included in the initial eligibility pool. However, residents can opt out of the LCEA program by mail, phone or electronically using the information in the Program Summary. If you opt out within the 30-day opt-out period (by May 10, 2019), you will not be enrolled in the program at all. Even after enrollment you can opt out any time, effective with the next meter read cycle, and there are no penalties or fees to do so.

Will I receive any other notifications?

Yes. If you do not opt out of the program, several weeks after receipt of this Information Package you will receive a notification letter from JCP&L indicating that Constellation New Energy has enrolled your account for third-party supply and informing you of the date you will be switched to Constellation New Energy. This is just an added notification; no further action is required in order to participate.

Will I ever be requested to provide information to a door-to-door solicitor for enrollment in this program?

No. This program does not include any door-to-door solicitation. Constellation New Energy has the necessary information already, subject to strict confidentiality. If you are solicited by someone, please do not provide them with your information – alert the Township, the Township's energy consultant, Gabel Associates or Constellation New Energy immediately.

Who do I call if there is a power outage?

JCP&L will still provide delivery service. If the lights go out, you would still call JCP&L at 1-888-544-4877

Will I still be able to receive budget billing (Equal Payment Plan)?

Yes. If you currently have a budget billing plan with JCP&L, the selected supplier is required to provide you with an equal payment plan for your power supply charges. JCP&L will continue to bill a levelized amount each month for delivery service, and Constellation New Energy will also bill a levelized amount each month (through the JCP&L bill) for power supply. You may experience a "true-up" on your bill from JCP&L prior to enrollment and then again at the end of the program.

What happens at the end of the Township's contract with the supplier?

There is no automatic rollover. If the Township decides to continue the program, it will conduct a new competitive bid for a new contract, and you will be advised of the new contract. If the Township discontinues the program, you will simply be returned to JCP&L power supply at the JCP&L tariff price.

How do I obtain more information?

Program details are provided in the Program Summary enclosed with this package. You can also contact Constellation New Energy using the contact information provided in the Program Summary enclosed in this information package or Gabel Associates at 855-365-0770. Additional information regarding the program, including more detailed FAQs, can be found on the Township's website at: <https://www.Livingstonnj.org/>