NEW JERSEY WATER SUPPLY AUTHORITY

Notice of Rate Proposal - Manasquan Reservoir System

Take notice that pursuant to the provisions of Chapter 293 of the Laws of 1981 (N.J.S.A. 58:1B-1 et. seq.) the New Jersey Water Supply Authority has proposed adjustments to its Schedule of Rates, Charges and Debt Service Assessments for the Sale of Water from the Manasquan Reservoir System in Monmouth County, New Jersey to cover Operational and Debt Service expenses for the Authority's fiscal year which commences on July 1, 2015.

These revisions propose to amend existing regulations found at N.J.A.C. 7:11-4.1 et seq. as follows: a decrease in the sales base from 16.125 to 15.723 per million gallons per day apply to all initial water purchase contract and all delayed water purchase contract customers; an increase in the Operations and Maintenance Expense Component from \$356.61 per million gallons to \$386.00 per million gallons. The Debt Service Component for all initial customers will be increased from \$619.87 per million gallons to \$636.61 per million gallons, and the Debt Service Component for all delayed water purchase contracts will decrease from \$772.46 per million gallons to \$770.07 per million gallons per day. The Source Water Protection Fund Component will decrease from \$15.00 per million gallons to \$10.00 per million gallons and the rate component for the New Jersey Environmental Infrastructure Financing Program will increase from \$24.42 per million gallons to \$24.79 per million gallons per day.

The proposal is scheduled to be published in the New Jersey Register dated January 20, 2015. A final version of the Basis and Background (B&B) document containing the full text of the proposed Rate Schedule, together with supporting information is available from the New Jersey Water Supply Authority's website at http: www.njwsa.org or individual requests for the full text of the proposed rate adjustments should be sent to the New Jersey Water Supply Authority.

The Authority will conduct a Pre-Public Hearing meeting with its contractual water users and any interested parties at 11:00 a.m. on Thursday, January 8, 2015 in the Authority's Manasquan Reservoir System Administration Building Conference Room, 2041 Hospital Road, Wall, New Jersey, to present and explain the rate adjustment proposal, answer questions, and provide any additional data requested in accordance with the rate making procedure specified in N.J.A.C. 7:11-4.16.

Notice is hereby given that the Authority will hold a Public Hearing on Thursday, February 5, 2015 at 11:00 a.m. in the Authority's Manasquan Reservoir System Administration Building Conference Room, 2041 Hospital Road, Wall, New Jersey, to provide

the opportunity for public comments and statements on the proposed revisions. Interested persons may present statements orally or in writing relevant to the proposed action.

Written comments may be submitted until March 21, 2015 at which time the public record will be closed.

All comments should be addressed to:

NJ Department of Environmental Protection G. Colin Emerle, Regulatory Officer Office of Legal Affairs
Mail Code 401-04L
Post Office Box 402
Trenton, New Jersey 08625-0402
http://www.nj.gov/dep/rules/comments

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