

ENERGY YEAR 2025 (EY25) RPS REPORTING INSTRUCTIONS

The New Jersey Renewable Portfolio Standards at N.J.A.C. 14:8-2.1 apply to BGS Providers and Third Party retail electric suppliers (TPS). BGS Providers must submit compliance documentation specific to the load served in each EDC's territory to that EDC. The data reported to the EDC must be specific and relevant to the load served and the compliance sought by the BGS Providers for that particular EDC market. Each EDC must compile and summarize the reports provided by the BGS Providers serving load in their market and submit this information under one cover to the New Jersey Board of Public Utilities' Division of Clean Energy (DCE). Each TPS reports directly to the DCE for their entire load regardless of where in New Jersey it was served.

Each BGS Provider must submit the following compliance documentation to each EDC for which they serve load. TPS report the same information directly to the DCE. Please note that any claims of confidentiality **must** be submitted in compliance with N.J.A.C. 14:1-12 – Procedures for Determining the Confidentiality of Submitted Information.

From N.J.A.C. 14:8-2.3;

EY25: June 1, 2024 through May 31, 2025

EY25 SREC-II, TRECs, SRECs, Class I, and Class II RPS Requirements

<u>Energy Year</u>	<u>SREC-IIs</u> ***	<u>TRECs</u> **	<u>SRECs</u>	<u>Class I</u>	<u>Class II</u>	<u>Total</u>
June 1, 2024 - May 31, 2025	based on retail sales	based on retail sales	4.80%	35.0%	2.50%	37.50%

**The TREC Obligation expressed as a percentage of retail sales in a given energy year will not be known until the volume of retail sales subject to the RPS for a given energy year has been determined. Allocation of the Statewide obligation to individual TPS/BGS providers will follow the method set forth at (r) and (t) below.

***The SREC-II Obligation expressed as a percentage of retail sales in a given energy year will not be known until the volume of retail sales subject to the RPS for a given energy year has been determined. Allocation of the Statewide obligation to the individual TPS/BGS providers will follow the method set forth at (r) and (t) below.

Allocating the TREC and SREC-II Obligations for EY25

InClima Inc., the TREC and SREC-II Program Administrator will purchase TRECs and SREC-IIs from eligible system owners with accounts on the PJM-EIS Generation Attribute Tracking

System ("GATS") monthly. The Program Administrator will then retire the TRECs and SREC-IIs in its Solar Incentives NJ GATS account and Board Staff will allocate them to the TPS/BGS providers annually based on each entity's market share of retail electricity sold during EY25.

TRECs and SREC-IIs, like SRECs, are now a true "carve-out" of the NJ Class I RPS requirement with each TREC and SREC-II allocated to and retired on behalf of the TPS/BGS providers reducing the Class I requirement by one REC as set forth at N.J.A.C. 14:8-2.3(d) and (r).

BGS EY25 Class I, Class II, Solar, TREC and SREC-II Obligation Calculation

1. BGS Class I Calc. = $35.00\% \times \text{Retail Sales (A)}$
2. BGS Provider Solar Requirement = $4.80\% \times \text{Retail Sales (B)}$
3. BGS TREC Allocation = Total Statewide TRECs x BGS Retail Sales Market Share % (C)
4. BGS SREC-II Allocation = Total Statewide SREC-IIs x BGS Retail Sales Market Share % (D)
5. Total BGS Class I Requirement = $(A)-(B)-(C)-(D)$
6. BGS Class II Requirement = $2.50\% \times \text{BGS Retail Sales}$

TPS EY24 Class I, Class II, Solar, TREC and SREC-II Obligation Calculation

1. TPS Class I Calc. = $35.00\% \times \text{Retail Sales (A)}$
2. TPS Provider Solar Requirement = $4.80\% \times \text{Retail Sales (B)}$
3. TPS TREC Allocation = Total Statewide TRECs x TPS Retail Sales Market Share % (C)
4. TPS SREC-II Allocation = Total Statewide SREC-IIs x TPS Retail Sales Market Share % (D)
5. Total TPS Class I Requirement = $(A)-(B)-(C)-(D)$
6. TPS Class II Requirement = $2.50\% \times \text{TPS Retail Sales}$

Requirements For Reporting Compliance

1. Submit a copy of the GATS "My RPS Compliance Report" Summary Page (See GATS Section below) to demonstrate compliance with Solar, Class I and Class II RPS requirements based on guidance from PJM-EIS. **Please calculate your RPS obligations based on Total Retail Sales and not by PJM Zone!!!**

2. Submit the completed **EY25 EDC BGS or TPS Reporting Spreadsheet** showing how the TPS/BGS Providers met compliance to DCE Staff with your compliance report. **Please calculate your RPS obligations based on Total Retails Sales and not by PJM Zone!!!**
3. TPS/BGS Providers retiring Class I RECs from biomass facilities who had a Biomass Sustainability Determination completed by the NJDEP must submit the Board approved affidavit, titled: "Class I Renewable Energy Certification Form". TPS/BGS Providers retiring Class II RECs from out of state resource recovery facilities must submit the Class II Renewable Energy Certification Form certifying that the facilities that generated the RECs continue to operate in compliance with their permits (see attached, EY25 RPS Compliance Instructions.PDF Form). All TPS/BGS Providers must obtain a copy of these affidavits or obtain documentation demonstrating that the biomass or resource recovery facility has submitted it directly to the DCE. If the DCE does not receive these affidavits with the RPS report or directly from the facility by December 1st, the RECs **cannot** be used to satisfy your Class I or Class II RPS obligations. **The affidavit must be completed and signed by the generator!!!**

Note: The Class I and Class II Certification Forms, for biomass and resource recovery facilities respectively, are required since they contain a current, affirmative attestation from representatives of the generating facility that the facility generating electricity was operated in conformity with the NJDEP requirements during the relevant compliance period. This operational level data has not been verified with PJM-EIS via GATS.

4. Submit documentation confirming Alternative Compliance Payment (ACP) and/or Solar Alternative Compliance Payments (SACP) payment, if required, in the form of copies of checks for each ACP and/or SACP. The TPS/BGS Providers compliance report should document the need to pay ACPs or SACP and include a copy of each check or checks made payable to "**Treasurer, State of New Jersey**". ACP and SACP payments are to be made separately according to the attached instructions. Templates have been developed titled; "EY25 EDC BGS and TPS RPS Reporting Spreadsheet.xls" whose use satisfies the ACP/SACP obligation calculation and reporting requirement. The ACP and SACP payments must be mailed directly to NJBPU Office of Clean Energy as described in the attached procedure. (See attached; "EY 2025 ACP SACP Payment Instructions") TPS/BGS Providers also have the option of sending the ACP or SACP payment electronically directly to the Treasury Department. The wiring instructions are also in the payment instruction document.

For EY25 compliance, all compliance reports must now be submitted through the NJBPU e-Filing system. See the link below which will lead to directions on how to use the e-Filing system to file the compliance report.

<https://www.nj.gov/bpu/agenda/efiling/>

**Please reference Docket # QO25010003 - IN THE MATTER OF CLEAN ENERGY
NON DOCKETED MATTERS FOR EY2025 RPS REPORTS when filing the report.**

SREC, TREC, SREC-II and REC Eligibility For EY25

“An REC, SREC, TREC, or OREC shall be used to meet New Jersey RPS requirements for specific energy years, based on the type of renewable energy upon which the REC, SREC, TREC, or OREC is based, and the energy year during which the renewable energy was generated.”

Therefore SRECs based on electricity generated during the period June 1, 2020 and May 31, 2025 (EYs 21, 22, 23, 24 & 25) can be used for RPS compliance in EY25.

Class I RECs based on electricity generated during the period June 1, 2022 thru May, 31, 2025 (EYs 23, 24 & 25) can be used for RPS compliance in EY25.

Class II RECs based on electricity generated during the period June 1, 2024 thru May, 31, 2025 (EY25) can only be used for RPS compliance in EY25. Also a reminder, **only** Class II RECs can be used to satisfy the Class II Requirement.

A TREC based on electricity generated during the period June 1, 2023 thru May, 31, 2025 (EYs 24 & 25) can be used for RPS compliance in EY25.

A SREC-II based on electricity generated during the period June 1, 2023 thru May, 31, 2025 (EY 24 & 25) can be used for RPS compliance in EY25.

Requirement for Non-New Jersey Behind the Meter (BTM) Facilities

Beginning in Energy Year 2011, all Class I “behind-the-meter” (BTM) generators located outside of New Jersey but within the PJM footprint must have been recertified after choosing one of three ways to continue to have their RECs certified for use in the NJ RPS.

1. The renewable energy generator’s sale of the energy is settled in the PJM wholesale market;
2. the renewable generator can report its energy output to PJM-EIS electronically at least monthly via a meter that satisfies the requirements of American National standards Institute (“ANSI”) “Electric Meters Code for Electricity Metering,” C12.1-2008 (as amended or supplemented);
3. the renewable generator can report its energy output at least monthly to an electric distribution company which is a member of PJM, via a meter that satisfies the requirements of ANSI “Electric Meters Code for Electricity Metering,” C12.1-2008 (as amended or supplemented). The renewable generator could then earn RECs, provided that the electric distribution company then provides the generator’s report electronically no less frequently than monthly to PJM-EIS.

GATS My RPS Compliance Report Information

To BGS, EDC and TPS Account Managers:

For Energy Year 2025, New Jersey RPS Compliance Reports for Class I, Class II and Solar resources are due by December 1, 2025.

If you serve BGS Load, then the EDCs will be reporting directly to the DCE for you. You must transfer your load obligation to the EDC within GATS, as well as the number of certificates that are needed for you to comply. **These transactions can begin in Mid-August and should be completed no later than November 1, 2025 to ensure the RPS Annual Compliance Reports are submitted by the December 1, 2025 due date.** Please contact your EDC for further instructions.

If you serve retail electricity as a licensed Third Party Electricity Supplier, you will be reporting directly to the DCE.

If you are using certificates from your Clean Energy Portfolio Standard (CEPS) account within GATS, please remember that you CANNOT transfer them to your Retail LSE Subaccount. They must be transferred to your Reserve Subaccount and you must select the appropriate RPS reason.

PJM EIS has implemented a report in GATS titled "My RPS Compliance Report" to make compliance reporting easier. You can find the "My RPS Compliance Report" listed under the Reports/My Reports menu at the top of your GATS account Home page. This report consists of two tabs. The first tab is a Summary tab of what the GATS Load obligations are in your Retail LSE Subaccount for that reporting year. There is a column for RPS Load where you can enter your actual RPS obligation if it is different from the load data that is reported in GATS. You will also see a breakdown of the total certificates used for RPS. The second tab is a detailed breakdown of the certificates that were placed into either the Retail LSE Subaccount or the Reserve Subaccount. This report eliminates the need to go to multiple reports within GATS to obtain the needed data.

Please feel free to contact PJM-EIS if you have any GATS related questions:

PJM-EIS GATS
GATS Administrator
Phone: 877-750-GATS (4287)
GATSAdmin@pjm-eis.com.

For more information regarding New Jersey Reporting Requirements, please review the rules published by the New Jersey Office of Administrative Law (OAL) and Lexis/Nexis website at this link:

<https://www.state.nj.us/oal/rules/accessp/>

Thank you in advance for your cooperation in documenting your company's compliance with New Jersey's Renewable Portfolio Standard. Please direct questions or comments to ronald.jackson@bpu.nj.gov.