



November 11, 2013

In the Matter of the Petition of
Public Service Electric and Gas
Company for Approval of a Solar
Loan II Program and an
Associated Cost Recovery Mechanism

BPU Docket No. EO09030249

VIA ELECTRONIC MAIL & REGULAR MAIL

Kristi Izzo, Secretary
Board of Public Utilities
44 South Clinton Avenue, 9th Floor
P.O. Box 350
Trenton, New Jersey 08625-0350

Dear Secretary Izzo:

Pursuant to the Board's November 10, 2009 Order in the above reference matter, enclosed is the quarterly report for the Solar Loan II Program. This report covers the period from November 10, 2009 through September 30, 2013.

As of September 30, 2013, PSE&G had received a total of 1,437 loan applications for 144.21 MW of solar output. PSE&G closed 852 solar loans representing 52.48 MW of constructed solar projects and has issued outstanding commitment letters for an additional 33 projects representing 6.23 MW of solar capacity.

Respectfully submitted,

A handwritten signature in blue ink that reads "Matthew Weissman".

C **E-MAIL ONLY:**
Elizabeth Ackerman
Scott Hunter
Bethany Rocque-Romaine
Linda Wetzell
Stefanie Brand
Felicia Thomas-Friel

**Public Service Electric and Gas Company
Solar Loan II Program
BPU Docket No. EO09030249
For the period November 10, 2009 Through September 30, 2013**

Segment	Number of Loan Defaults	Number of Removals	Value of SRECs Applied to Loans (\$)	Number of Closed Loans	Number of Consumer Disputes	Denied Loans By Rejection Type					Loan Cash Payments
						Credit Score Rejections	PSE&G Bill	Bankruptcy	Property Liens Rejections	Other Rejections	
Residential	-	-	\$ 4,533,305	678	-	51	30	2	-	57	\$ 75,071
Non Resi Small (up to 150 kW)	-	-	\$ 3,909,838	101	-	-	8	-	-	10	\$ 8,469
Non Resi Large (>150 - 500 kW)	-	-	\$ 10,400,395	49	-	-	3	-	-	3	\$ 11,478
Non Resi Very Large (>500KW)	-	-	\$ 14,561,195	24	-	-	1	-	-	14	\$ 81,424
Total	-	-	\$ 33,404,533	852	-	51	42	2	-	84	\$ 176,433

58.71 MW Block Status ¹	Number Received							
	Applications Received	Under Review	Approved	Closed	Withdrawn	Rejected	Paid in Full	Pending Projects
Residential	1,055	-	14	674	223	140	4	-
Non Resi Small (up to 150 kW)	210	-	9	101	82	18	-	-
Non Resi Large (>150 - 500 kW)	86	-	5	49	26	6	-	-
Non Resi Very Large (>500KW)	86	-	5	24	42	15	-	-
Total	1,437	-	33	848	373	179	4	-

58.71 MW Block Status ¹	MW's								Percent of 58.71 MW Closed ¹
	Applications Received for MW Total	Under Review	Approved	Closed	Withdrawn	Rejected	Paid In Full	Pending Projects	
Residential	8.24	-	0.16	5.21	1.77	1.08	0.03	-	8.92%
Non Resi Small (up to 150 kW)	16.27	-	0.82	8.17	6.31	0.97	-	-	13.92%
Non Resi Large (>150 - 500 kW)	26.88	-	1.70	14.94	8.58	1.67	-	-	25.45%
Non Resi Very Large (>500KW)	92.82	-	3.56	24.13	44.65	20.48	-	-	41.10%
Total	144.21	-	6.23	52.45	61.30	24.20	0.03	-	89.39%

Segment	SREC Inventory											
	SRECs Transferred to PSE&G ²	Auction on 04/19/2011		Auction on 07/12/2011		Auction on 08/17/2011		Auction on 10/28/2011		Auction on 02/23/2012 ⁵		
		Qty SRECs Sold	Avg Price of SRECs Sold	Qty SRECs Sold	Avg Price of SRECs Sold	Qty SRECs Sold	Avg Price of SRECs Sold	Qty SRECs Sold	Avg Price of SRECs Sold	Qty SRECs Sold	Avg Price of SRECs Sold	
Residential	10,363	68	\$ 669.69	223	\$ 475.11	125	\$ 479.75	358	\$ 256.66	605	\$ 171.63	
Non Resi Small (up to 150 kW)	10,452	-	\$ 669.69	29	\$ 475.00	13	\$ 479.75	56	\$ 227.03	111	\$ 171.63	
Non Resi Large (>150 - 500 kW)	28,248	119	\$ 669.69	159	\$ 475.00	94	\$ 479.75	1,142	\$ 281.99	1,100	\$ 171.63	
Non Resi Very Large (>500KW)	41,149	-	\$ 669.69	-	\$ 475.00	492	\$ 479.75	1,028	\$ 227.03	905	\$ 171.63	
Total	90,212	187	\$ 669.69	411	\$ 475.06	724	\$ 479.75	2,584	\$ 255.42	2,721	\$ 171.63	
SREC Auction/Sales:			\$ 125,232		\$ 195,250		\$ 347,339		\$ 660,014		\$ 467,005	

Segment	Auction on 05/17/2012		Auction on 07/17/2012		Auction on 10/18/2012		Auction on 03/19/2013		Auction on 05/09/2013	
	Qty SRECs Sold	Avg Price of SRECs Sold	Qty SRECs Sold	Avg Price of SRECs Sold	Qty SRECs Sold	Avg Price of SRECs Sold	Qty SRECs Sold	Avg Price of SRECs Sold	Qty SRECs Sold	Avg Price of SRECs Sold
Residential	699	\$ 154.25	827	\$ 135.68	1,463	\$ 70.37	1,674	\$ 111.96	900	\$ 143.79
Non-Res Small	309	\$ 155.00	527	\$ 135.68	1,234	\$ 70.46	1,809	\$ 111.89	1,184	\$ 143.79
Non-Res Large	1,518	\$ 155.00	1,781	\$ 135.68	4,564	\$ 70.46	4,773	\$ 111.86	2,707	\$ 143.79
Non-Res Very Large	1,682	\$ 155.00	2,167	\$ 135.68	7,727	\$ 70.40	7,014	\$ 112.01	3,590	\$ 143.79
Total	4,208	\$ 154.87	5,302	\$ 135.68	14,988	\$ 70.42	15,270	\$ 111.94	8,381	\$ 143.79
SREC Auction/Sales:		\$ 651,713		\$ 719,375		\$ 1,055,441		\$ 1,709,388		\$ 1,205,104

Auction on 07/16/2013	
Segment	Avg Price of SRECs Sold
Residential	\$ 127.40
Non-Res Small	\$ 127.40
Non-Res Large	\$ 127.40
Non-Res Very Large	\$ 127.40
Total	\$ 127.40
SREC Auction/Sales:	\$ 1,746,527

Period	Monthly Data:			Internal Labor ⁴	
	Number of Loans Closed	Number of Consumer Disputes	Cash Payments	Period	Amount
Jan-10	-	-	\$ -	Jan-10	\$ 18,558
Feb-10	-	-	\$ -	Feb-10	\$ 12,278
Mar-10	-	-	\$ -	Mar-10	\$ 12,727
Apr-10	-	-	\$ -	Apr-10	\$ 12,428
May-10	1	-	\$ -	May-10	\$ 13,396
Jun-10	-	-	\$ -	Jun-10	\$ 12,129
Jul-10	3	-	\$ -	Jul-10	\$ 14,193
Aug-10	2	-	\$ -	Aug-10	\$ 17,510
Sep-10	8	-	\$ -	Sep-10	\$ 17,985
Oct-10	6	-	\$ -	Oct-10	\$ 18,352
Nov-10	8	-	\$ -	Nov-10	\$ 18,240
Dec-10	21	-	\$ -	Dec-10	\$ 21,390
Jan-11	7	-	\$ -	Jan-11	\$ 13,839
Feb-11	10	-	\$ -	Feb-11	\$ 17,396
Mar-11	22	-	\$ -	Mar-11	\$ 39,625
Apr-11	21	-	\$ -	Apr-11	\$ 16,138
May-11	23	-	\$ -	May-11	\$ 19,464
Jun-11	23	-	\$ -	Jun-11	\$ 24,848
Jul-11	19	-	\$ -	Jul-11	\$ 16,549
Aug-11	27	-	\$ -	Aug-11	\$ 19,187
Sep-11	30	-	\$ -	Sep-11	\$ 15,146
Oct-11	27	-	\$ -	Oct-11	\$ 17,900
Nov-11	48	-	\$ -	Nov-11	\$ 14,057
Dec-11	43	-	\$ -	Dec-11	\$ 20,590
Jan-12	19	-	\$ -	Jan-12	\$ 15,845
Feb-12	41	-	\$ -	Feb-12	\$ 17,757
Mar-12	39	-	\$ -	Mar-12	\$ 15,614
Apr-12	38	-	\$ -	Apr-12	\$ 14,226
May-12	27	-	\$ -	May-12	\$ 19,692
Jun-12	39	-	\$ -	Jun-12	\$ 13,606
Jul-12	32	-	\$ 2,000	Jul-12	\$ 17,456
Aug-12	24	-	\$ 15,775	Aug-12	\$ 15,519
Sep-12	35	-	\$ (30)	Sept-12 ²	\$ 48,960
Oct-12	33	-	\$ -	Oct-12	\$ 70,438
Nov-12	3	-	\$ -	Nov-12	\$ 66,631
Dec-12	30	-	\$ -	Dec-12	\$ 93,150
Jan-13	22	-	\$ 783	Jan-13	\$ 140,770
Feb-13	21	-	\$ 360	Feb-13	\$ 132,064
Mar-13	25	-	\$ 17,168	Mar-13	\$ 125,522
Apr-13	19	-	\$ 778	Apr-13	\$ 137,625
May-13	22	-	\$ 20,553	May-13	\$ 139,622
Jun-13	21	-	\$ 45	Jun-13	\$ 105,997
Jul-13	5	-	\$ 2,108	Jul-13	\$ 105,572
Aug-13	4	-	\$ 116,894	Aug-13	\$ 122,594
Sep-13	4	-	\$ -	Sep-13	\$ 104,251
Total	852	-	176,433	Total	\$ 1,945,837

Notes:

- (1) As of September 30, 2013, the net program size of Solar Loan II is 58.71 MW. Allocated capacity is 58.83 MW (rounded) and a remaining capacity of 0.12 MW will be transferred to Solar Loan III as specified in paragraph 47 of the Solar Loan III Program stipulation.
- (2) Includes Call Option SREC's
- (3) Increase in PSE&G Internal Labor from September 2012 forward is due to reclassification of contractors to Project Employees
- (4) Includes PSE&G Employees only
- (5) Consolidated data from prior reporting period