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January 25, 2019

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

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

RE: SOLAR LOAN II – FOURTH QUARTER REPORT 2018

Dear Secretary Welch:

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 December 31, 2018.

As of December 31, 2018, PSE&G had received a total of 1,437 loan applications for 143.1 MW of solar output. PSE&G closed 885 solar loans representing 57.6 MW of constructed solar projects. The Solar Loan II Program no longer has any loans pending.

Respectfully submitted,

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

CC Scott Hunter
Bethany Rocque-Romaine
Linda Wetzel
Stefanie Brand
Felicia Thomas-Friel

**Public Service Electric and Gas Company
Solar Loan II Program
BPU Docket No. EO09030249
From the period of June 10, 2009 to December 31, 2018**

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	-	-	\$ 17,455,720	691	-	51	30	2	-	57	\$ 531,933
Non Resi Small (up to 150 kW)	-	-	\$ 22,820,621	111	-	-	8	-	-	10	\$ 423,835
Non Resi Large (>150 - 500 kW)	-	-	\$ 44,960,194	53	-	-	3	-	-	3	\$ 459,029
Non Resi Very Large (>500KW)	-	-	\$ 70,220,512	30	-	-	1	-	-	14	\$ 2,992,758
Total	-	-	\$ 155,457,048	885	-	51	42	2	-	84	\$ 4,407,556

58.62 MW Block Status ⁵	Number Received							Pending Projects
	Applications Received	Under Review	Approved	Closed	Withdrawn	Rejected	Paid In Full	
Residential	1,055	-	-	601	223	140	91	-
Non Resi Small (up to 150 kW)	211	-	-	111	82	18	-	-
Non Resi Large (>150 - 500 kW)	84	-	-	52	26	6	-	-
Non Resi Very Large (>500KW)	87	-	-	30	42	15	-	-
Total	1,437	-	-	794	373	179	91	-

58.62 MW Block Status ⁶	MW's								Percent of 57.33 MW Closed ¹
	Applications Received for MW Total	Under Review	Approved	Closed	Withdrawn	Rejected	Paid In Full	Pending Projects	
Residential	8.24	-	-	4.76	1.77	1.08	0.63	-	8.35%
Non Resi Small (up to 150 kW)	16.07	-	-	8.79	6.31	0.97	-	-	15.43%
Non Resi Large (>150 - 500 kW)	25.97	-	-	15.72	8.58	1.67	-	-	27.60%
Non Resi Very Large (>500KW)	92.83	-	-	27.70	44.65	20.48	-	-	48.62%
Total	143.10	-	-	56.98	61.31	24.20	0.63	-	100.00%

**Public Service Electric and Gas Company
Solar Loan II Program
BPU Docket No. EO09030249
From the period of June 10, 2009 to December 31, 2018**

SREC Inventory

Segment	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		Auction on 05/17/2012	
		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	Qty SRECs Sold	Avg Price of SRECs Sold
Residential	20,602	68	\$ 669.59	223	\$ 475.11	125	\$ 479.75	358	\$ 256.66	605	\$ 171.63	699	\$ 154.25
Non Resi Small (up to 150 kW)	26,584	-	\$ 669.59	29	\$ 475.00	13	\$ 479.75	56	\$ 227.03	111	\$ 171.63	309	\$ 155.00
Non Resi Large (>150 - 500 kW)	59,360	119	\$ 669.69	159	\$ 475.00	94	\$ 479.75	1,142	\$ 281.99	1,100	\$ 171.63	1,518	\$ 155.00
Non Resi Very Large (>500KW)	92,991	-	\$ 669.69	-	\$ 475.00	492	\$ 479.75	1,028	\$ 227.03	905	\$ 171.63	1,682	\$ 155.00
Total	199,537	187	\$ 669.69	411	\$ 475.06	724	\$ 479.75	2,584	\$ 255.42	2,721	\$ 171.63	4,208	\$ 154.87
SREC Auction/Sales:			\$ 125,232		\$ 195,250		\$ 347,339		\$ 660,014		\$ 467,005		\$ 651,713

Segment	Auction on 07/17/2012		Auction on 10/18/2012		Auction on 03/19/2013		Auction on 05/09/2013		Auction on 07/16/2013		Auction on 10/17/2013		Auction on 12/10/2013	
	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	Qty SRECs Sold	Avg Price of SRECs Sold	Qty SRECs Sold	Avg Price of SRECs Sold
Residential	827	\$ 135.68	1,463	\$ 70.37	1,674	\$ 111.96	900	\$ 143.79	1,416	\$ 127.40	1,996	\$ 146.61	1,103	\$ 148.00
Non Resi Small (up to 150 kW)	527	\$ 135.68	1,234	\$ 70.46	1,809	\$ 111.89	1,184	\$ 143.79	1,935	\$ 127.40	3,239	\$ 146.93	1,980	\$ 148.00
Non Resi Large (>150 - 500 kW)	1,781	\$ 135.68	4,564	\$ 70.46	4,773	\$ 111.86	2,707	\$ 143.79	4,233	\$ 127.40	6,058	\$ 147.00	3,403	\$ 148.00
Non Resi Very Large (>500KW)	2,167	\$ 135.68	7,727	\$ 70.40	7,014	\$ 112.01	3,590	\$ 143.79	6,125	\$ 127.40	10,419	\$ 145.97	5,358	\$ 148.00
Total	5,302	\$ 135.68	14,988	\$ 70.42	15,270	\$ 111.94	8,381	\$ 143.79	13,709	\$ 127.40	21,712	\$ 146.94	11,844	\$ 148.00
SREC Auction/Sales:		\$ 719,375		\$ 1,055,441		\$ 1,709,388		\$ 1,205,104		\$ 1,746,527		\$ 3,190,361		\$ 1,752,912

Segment	Auction on 03/25/2014		Auction on 06/05/2014		Auction on 07/15/2014		Auction on 10/16/2014		Auction on 12/09/2014		Auction on 03/12/2015		Auction on 06/09/2015	
	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	Qty SRECs Sold	Avg Price of SRECs Sold	Qty SRECs Sold	Avg Price of SRECs Sold
Residential	826	\$ 180.66	1,542	\$ 189.90	607	\$ 166.02	2,112	\$ 183.47	1,043	\$ 200.80	824	\$ 211.01	1,515	\$ 237.69
Non Resi Small (up to 150 kW)	1,167	\$ 180.87	2,171	\$ 189.90	1,090	\$ 166.02	3,521	\$ 183.35	1,713	\$ 200.80	1,198	\$ 211.01	2,076	\$ 237.69
Non Resi Large (>150 - 500 kW)	2,472	\$ 180.82	4,200	\$ 189.90	2,168	\$ 166.02	7,128	\$ 183.35	3,160	\$ 200.80	2,249	\$ 211.01	3,978	\$ 237.69
Non Resi Very Large (>500KW)	4,584	\$ 180.75	7,141	\$ 189.90	3,477	\$ 166.02	11,463	\$ 183.35	4,992	\$ 200.80	3,654	\$ 211.01	7,321	\$ 237.69
Total	9,049	\$ 180.78	15,054	\$ 189.90	7,342	\$ 166.02	24,224	\$ 183.36	10,908	\$ 200.80	7,925	\$ 211.01	14,890	\$ 237.69
SREC Auction/Sales:		\$ 1,635,878		\$ 2,858,755		\$ 1,218,919		\$ 4,441,713		\$ 2,190,328		\$ 1,672,254		\$ 3,539,204

Segment	Auction on 07/14/2015		Auction on 10/15/2015		Auction on 12/08/2015		Auction on 03/10/2016		Auction on 06/09/2016		Auction on 07/14/2016		Auction on 10/13/2016	
	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	Qty SRECs Sold	Avg Price of SRECs Sold	Qty SRECs Sold	Avg Price of SRECs Sold
Residential	667	\$ 246.42	2,044	\$ 243.27	1,116	\$ 268.99	926	\$ 287.13	1,572	\$ 296.76	603	\$ 274.37	2,104	\$ 243.69
Non Resi Small (up to 150 kW)	1,197	\$ 246.42	3,627	\$ 243.27	1,798	\$ 268.99	1,299	\$ 287.13	2,680	\$ 296.76	1,054	\$ 274.37	7,166	\$ 243.69
Non Resi Large (>150 - 500 kW)	2,354	\$ 246.42	6,964	\$ 243.30	3,460	\$ 268.99	2,432	\$ 287.13	5,107	\$ 296.75	2,045	\$ 274.37	3,719	\$ 243.69
Non Resi Very Large (>500KW)	3,852	\$ 246.42	11,797	\$ 243.30	5,763	\$ 268.99	4,178	\$ 287.13	8,192	\$ 296.75	3,295	\$ 274.37	12,094	\$ 243.69
Total	8,070	\$ 246.42	24,432	\$ 243.29	12,137	\$ 268.99	8,835	\$ 287.13	17,651	\$ 296.75	6,997	\$ 274.37	25,083	\$ 243.69
SREC Auction/Sales:		\$ 1,988,609		\$ 5,943,941		\$ 3,264,732		\$ 2,536,794		\$ 5,208,259		\$ 1,919,767		\$ 6,112,506

Segment	Auction on 12/06/2016		Auction on 03/17/2017		Auction on 06/08/2017		Auction on 07/18/2017		Auction on 10/17/2017		Auction on 12/07/2017		Auction on 03/27/2018	
	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	Qty SRECs Sold	Avg Price of SRECs Sold	Qty SRECs Sold	Avg Price of SRECs Sold
Residential	1,043	\$ 230.02	804	\$ 236.29	1,421	\$ 252.69	556	\$ 234.50	1,898	\$ 195.63	1,000	\$ 209.93	872	\$ 233.00
Non Resi Small (up to 150 kW)	1,660	\$ 230.02	1,297	\$ 236.29	2,499	\$ 252.69	1,019	\$ 234.50	3,486	\$ 195.63	1,660	\$ 209.93	1,351	\$ 233.00
Non Resi Large (>150 - 500 kW)	3,231	\$ 230.02	2,415	\$ 236.29	4,290	\$ 252.69	1,998	\$ 234.50	6,759	\$ 195.63	3,192	\$ 209.93	2,479	\$ 233.00
Non Resi Very Large (>500KW)	5,257	\$ 230.02	4,154	\$ 236.29	6,907	\$ 252.69	3,173	\$ 234.50	10,801	\$ 195.63	5,143	\$ 209.93	4,165	\$ 233.00
Total	11,191	\$ 230.02	8,670	\$ 236.29	15,117	\$ 252.69	6,746	\$ 234.50	22,944	\$ 195.63	10,995	\$ 209.93	8,867	\$ 233.00
SREC Auction/Sales:		\$ 2,574,154		\$ 2,048,631		\$ 3,819,915		\$ 1,581,937		\$ 4,468,635		\$ 2,308,180		\$ 2,066,011

Segment	Auction on 06/07/2018		Auction on 07/17/2018		Auction on 10/18/2018		Auction on 12/06/2018	
	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	1,293	\$ 239.04	546	\$ 210.01	1,783	\$ 219.89	727	\$ 219.00
Non Resi Small (up to 150 kW)	2,148	\$ 239.04	970	\$ 210.01	3,384	\$ 219.87	1,290	\$ 219.00
Non Resi Large (>150 - 500 kW)	3,811	\$ 239.04	1,941	\$ 210.01	6,444	\$ 219.91	2,311	\$ 219.00
Non Resi Very Large (>500KW)	6,403	\$ 239.04	3,197	\$ 210.01	10,960	\$ 219.92	4,020	\$ 219.00
Total	13,655	\$ 239.04	6,664	\$ 210.01	22,571	\$ 219.91	8,348	\$ 219.00
SREC Auction/Sales:		\$ 3,264,091		\$ 1,397,407		\$ 4,963,540		\$ 1,828,212

**Public Service Electric and Gas Company
Solar Loan II Program
BPU Docket No. EO09030249
From the period of June 10, 2009 to December 31, 2018**

Period	Monthly Data:		
	Number of Loans Closed	Number of Consumer Disputes	Cash Payments
Jan-10	-	-	\$ -
Feb-10	-	-	\$ -
Mar-10	-	-	\$ -
Apr-10	-	-	\$ -
May-10	1	-	\$ -
Jun-10	-	-	\$ -
Jul-10	3	-	\$ -
Aug-10	2	-	\$ -
Sep-10	9	-	\$ -
Oct-10	6	-	\$ -
Nov-10	8	-	\$ -
Dec-10	18	-	\$ -
Jan-11	8	-	\$ -
Feb-11	8	-	\$ -
Mar-11	21	-	\$ -
Apr-11	17	-	\$ -
May-11	12	-	\$ -
Jun-11	35	-	\$ -
Jul-11	20	-	\$ -
Aug-11	14	-	\$ -
Sep-11	49	-	\$ -
Oct-11	25	-	\$ -
Nov-11	6	-	\$ -
Dec-11	64	-	\$ -
Jan-12	34	-	\$ -
Feb-12	18	-	\$ -
Mar-12	42	-	\$ -
Apr-12	49	-	\$ -
May-12	41	-	\$ -
Jun-12	27	-	\$ -
Jul-12	44	-	\$ 2,000
Aug-12	15	-	\$ 15,775
Sep-12	21	-	\$ (30)
Oct-12	54	-	\$ -
Nov-12	4	-	\$ -
Dec-12	6	-	\$ -
Jan-13	50	-	\$ 783
Feb-13	22	-	\$ 360
Mar-13	25	-	\$ 17,168
Apr-13	19	-	\$ 1,561
May-13	22	-	\$ 21,676
Jun-13	20	-	\$ 45
Jul-13	6	-	\$ 2,108
Aug-13	4	-	\$ 116,894
Sep-13	4	-	\$ -
Oct-13	7	-	\$ 6,265
Nov-13	2	-	\$ 225
Dec-13	10	-	\$ 2,589
Total	872	-	\$ 187,418

Period	Monthly Data:		
	Number of Loans Closed	Number of Consumer Disputes	Cash Payments
Jan-14	3	-	\$ 4,717
Feb-14	3	-	\$ 3,864
Mar-14	2	-	\$ 18,009
Apr-14	3	-	\$ 142,674
May-14	-	-	\$ 32,475
Jun-14	-	-	\$ 16,344
Jul-14	-	-	\$ 72,669
Aug-14	-	-	\$ 15,668
Sep-14	3	-	\$ 3,900
Oct-14	-	-	\$ 41,529
Nov-14	-	-	\$ 853
Dec-14	-	-	\$ 53,272
Jan-15	-	-	\$ 3,579
Feb-15	-	-	\$ 29,762
Mar-15	-	-	\$ 17,716
Apr-15	-	-	\$ 122,774
May-15	-	-	\$ 30,503
Jun-15	-	-	\$ 47,245
Jul-15	-	-	\$ 84,504
Aug-15	-	-	\$ 70,206
Sep-15	-	-	\$ 1,325
Oct-15	-	-	\$ 276,731
Nov-15	-	-	\$ 36,534
Dec-15	-	-	\$ 10,143
Jan-16	-	-	\$ 56,579
Feb-16	-	-	\$ 23,082
Mar-16	-	-	\$ 66,386
Apr-16	-	-	\$ 57,345
May-16	-	-	\$ 75,525
Jun-16	-	-	\$ 176,242
Jul-16	-	-	\$ 13,650
Aug-16	-	-	\$ 22,141
Sep-16	-	-	\$ 863,437
Oct-16	-	-	\$ 78,388
Nov-16	-	-	\$ 7,819
Dec-16	-	-	\$ 17,168
Jan-17	-	-	\$ 7,453
Feb-17	-	-	\$ 6,952
Mar-17	-	-	\$ 52,315
Apr-17	-	-	\$ 7,826
May-17	-	-	\$ 21,100
Jun-17	-	-	\$ 27,573
Jul-17	-	-	\$ 76,460
Aug-17	-	-	\$ 136,130
Sep-17	-	-	\$ 75,294
Oct-17	-	-	\$ 3,595
Nov-17	-	-	\$ 22,494
Dec-17	-	-	\$ 4,526
Total	14	-	\$ 3,036,871

Period	Monthly Data:		
	Number of Loans Closed	Number of Consumer Disputes	Cash Payments
Jan-18	-	-	\$ 3,390
Feb-18	-	-	\$ 15,991
Mar-18	-	-	\$ 9,180
Apr-18	-	-	\$ 74,520
May-18	-	-	\$ 60,530
Jun-18	-	-	\$ 12,435
Jul-18	-	-	\$ 157,331
Aug-18	-	-	\$ 174,454
Sep-18	-	-	\$ 39,674
Oct-18	-	-	\$ 7,216
Nov-18	-	-	\$ 38,287
Dec-18	-	-	\$ 590,259
Total	-	-	\$ 1,183,267

**Public Service Electric and Gas Company
Solar Loan II Program
BPU Docket No. EO09030249
From the period of June 10, 2009 to December 31, 2018**

Internal Labor ⁴	
Period	Amount
Jan-10	\$ 18,558
Feb-10	\$ 12,278
Mar-10	\$ 12,727
Apr-10	\$ 12,428
May-10	\$ 13,396
Jun-10	\$ 12,129
Jul-10	\$ 14,193
Aug-10	\$ 17,510
Sep-10	\$ 17,985
Oct-10	\$ 18,352
Nov-10	\$ 18,240
Dec-10	\$ 21,390
Jan-11	\$ 13,839
Feb-11	\$ 17,398
Mar-11	\$ 39,625
Apr-11	\$ 16,138
May-11	\$ 18,464
Jun-11	\$ 24,848
Jul-11	\$ 18,549
Aug-11	\$ 19,187
Sep-11	\$ 15,146
Oct-11	\$ 17,800
Nov-11	\$ 14,057
Dec-11	\$ 20,590
Jan-12	\$ 15,845
Feb-12	\$ 17,757
Mar-12	\$ 15,614
Apr-12	\$ 14,226
May-12	\$ 19,692
Jun-12	\$ 13,606
Jul-12	\$ 17,456
Aug-12	\$ 15,519
Sep-12 ³	\$ 48,960
Oct-12	\$ 70,438
Nov-12	\$ 66,631
Dec-12	\$ 93,150
Jan-13	\$ 140,770
Feb-13	\$ 132,064
Mar-13	\$ 125,522
Apr-13	\$ 137,625
May-13	\$ 139,622
Jun-13	\$ 105,997
Jul-13	\$ 105,672
Aug-13	\$ 122,594
Sep-13	\$ 104,251
Oct-13	\$ 104,677
Nov-13	\$ 71,505
Dec-13	\$ 78,658
Total	\$ 2,200,677

Internal Labor	
Period	Amount
Jan-14	\$ 71,342
Feb-14	\$ 64,890
Mar-14	\$ 67,081
Apr-14	\$ 49,837
May-14	\$ 40,993
Jun-14	\$ 28,472
Jul-14	\$ 34,859
Aug-14	\$ 30,735
Sep-14 ⁵	\$ 32,420
Oct-14	\$ 18,713
Nov-14	\$ 16,591
Dec-14	\$ 21,763
Jan-15	\$ 26,735
Feb-15	\$ 20,341
Mar-15	\$ 26,010
Apr-15	\$ 21,731
May-15	\$ 24,529
Jun-15	\$ 30,341
Jul-15	\$ 34,440
Aug-15	\$ 26,177
Sep-15	\$ 27,368
Oct-15	\$ 25,203
Nov-15	\$ 24,084
Dec-15	\$ 26,462
Jan-16	\$ 25,406
Feb-16	\$ 22,650
Mar-16	\$ 28,623
Apr-16	\$ 25,455
May-16	\$ 30,043
Jun-16	\$ 39,865
Jul-16	\$ 38,672
Aug-16	\$ 38,575
Sep-16	\$ 35,491
Oct-16	\$ 31,080
Nov-16	\$ 31,527
Dec-16	\$ 32,833
Jan-17	\$ 31,072
Feb-17	\$ 30,963
Mar-17	\$ 31,496
Apr-17	\$ 34,056
May-17	\$ 38,098
Jun-17	\$ 32,893
Jul-17	\$ 41,145
Aug-17	\$ 42,319
Sep-17	\$ 36,442
Oct-17	\$ 50,838
Nov-17	\$ 35,486
Dec-17	\$ 41,116
Total	\$ 1,617,261

Internal Labor	
Period	Amount
Jan-18	\$ 46,016
Feb-18	\$ 39,574
Mar-18	\$ 48,604
Apr-18	\$ 40,421
May-18	\$ 39,954
Jun-18	\$ 30,457
Jul-18	\$ 36,082
Aug-18	\$ 41,892
Sep-18	\$ (90,743)
Oct-18	\$ 35,862
Nov-18	\$ 32,657
Dec-18	\$ 33,057
Total	\$ 333,833

Notes:

- (1) As of June 30, 2015, the net program size of Solar Loan II is 58.6 MW (rounded). Allocated capacity is 58.7 MW (rounded).
- (2) Includes CaI Option SRECs
- (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) Closed the remaining loans in the Solar Loan II Program
- (6) Financed Capacity is 57.6 MW while built and reported Capacity in GATS is 58.6 MW