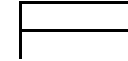


Funding Cycle 2 Status Report

Report Period

From : 7/29/2010

To: 11/19/2010



	PSE&G, SJG, ACE, E-TOWN and O&R Customers		NJN Customers		Oil, Propane & Muni Customers	Total
	OCE & SEP (WSA)	ARRA-1 (WSC)	Tier 2	Tier 3	ARRA-2	
1 Applications Received	371		544	45	-	960
2 Applications Accepted	330		534	43	-	907
3 Applications Approved	313		495	38	-	846
4 Applications Rejected	28		10	1	-	39
Backlog	30	-	39	6	-	75

Funding Balance - Funding Cycle Start Date to Report Date	PSE&G, SJG, ACE, E-TOWN and O&R Customers		NJN Customers		Oil, Propane & Muni Customers	Total
	OCE & SEP	ARRA-1	Tier 2	Tier 3	ARRA-2	
Funding Cycle 1 Target	5,000,000		5,366,628		1,578,000	11,944,628
Funding Cycle 2 Target**	999,324	1,454,044	1,000,000		2,367,000	5,820,368
Funding For Applications Approved	1,623,218	-	495,000	144,400	-	2,262,618
Funding For Backlog	155,580	-	39,000	22,800	-	217,380
Funding Cycles Balance	4,220,526	1,454,044		5,642,628	3,945,000	15,262,198

*** Definitions**

- 1 Application Received - 1) Business days only; 2) Time stamped by e-fax
- 2 Application Accepted - 1) Paperwork in order; 2) Project created in RHA software; 3) Prices entered in RHA
- 3 Application Approved - Contractor may begin work
- 4 Application Rejected - Project may be submitted as new submittal on subsequent day:
 - At Paperwork Review - 1) Missing/incomplete paperwork; 2) No project created in RHA; 3) No pricing in RHA;
 - At Paperwork Review - 4) Located in a UEZ - determined by city name and service address (not billing address); 5) After Sept 1, EFS documents missing
 - At Technical Review - 1) Data in RHA not match audit report; 2) Prices/measures in RHA not match signed contract; 3) Measures not eligible

****NOTE:** \$4,445,956 of the original \$5.9MM ARRA-1 funds was used to fund existing approved projects thus the new target funds is now \$1,454,044.