

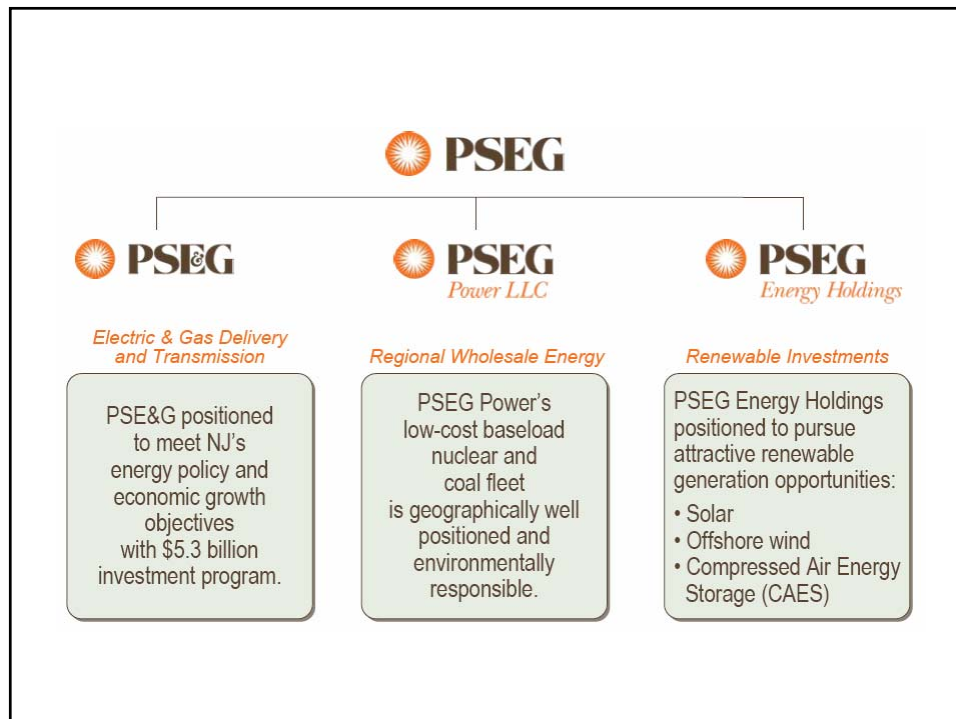
Disclosing the Business Impacts from Climate Change:

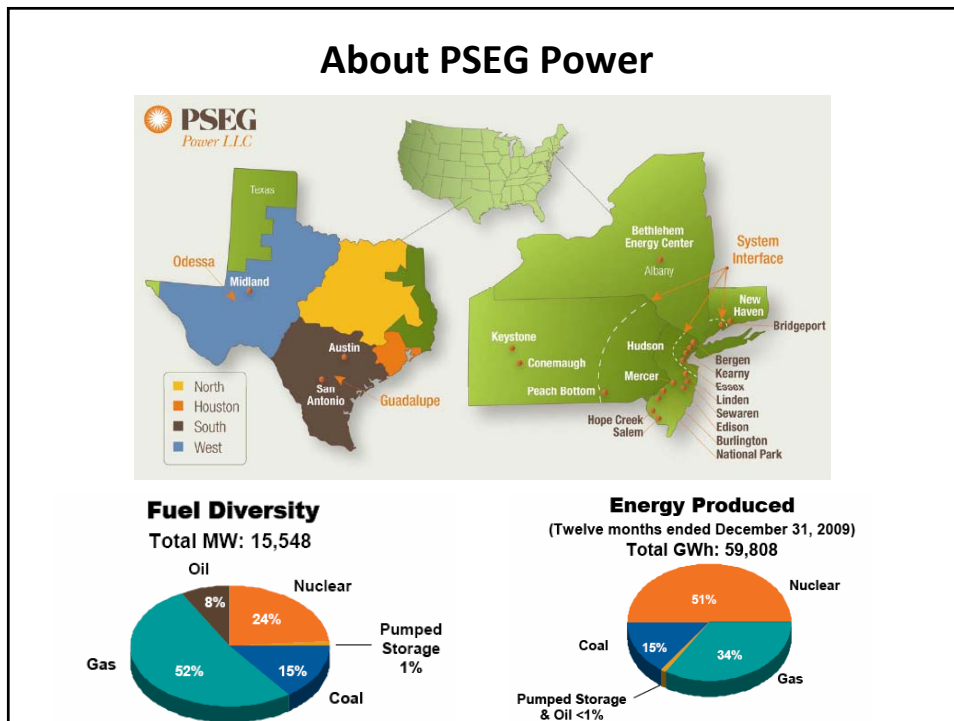
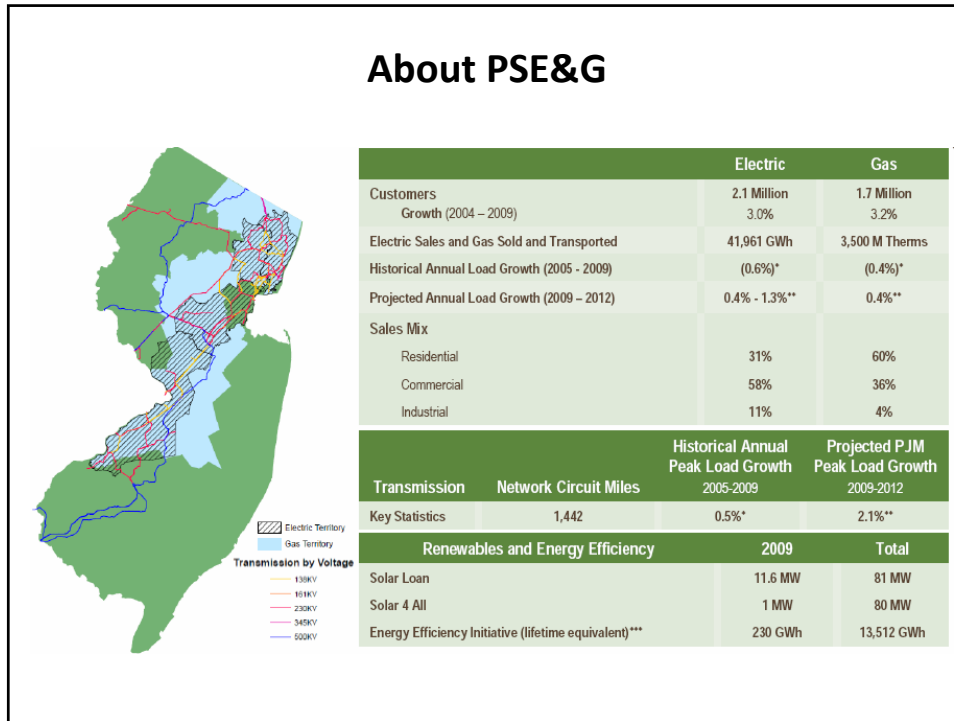
Case Study of Public Service Enterprise Group, Inc.

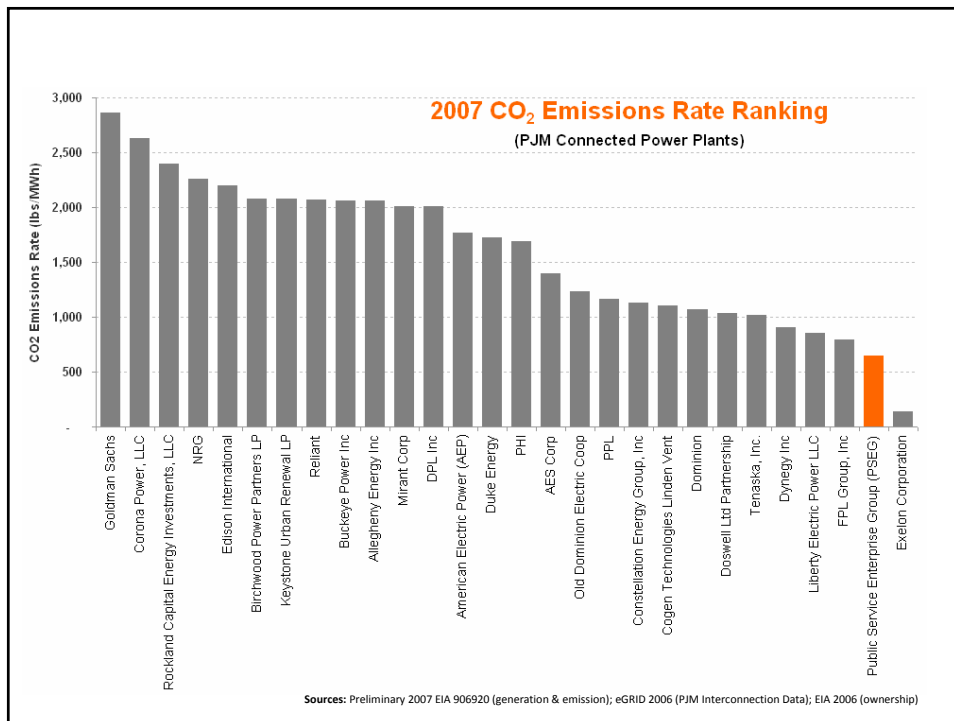
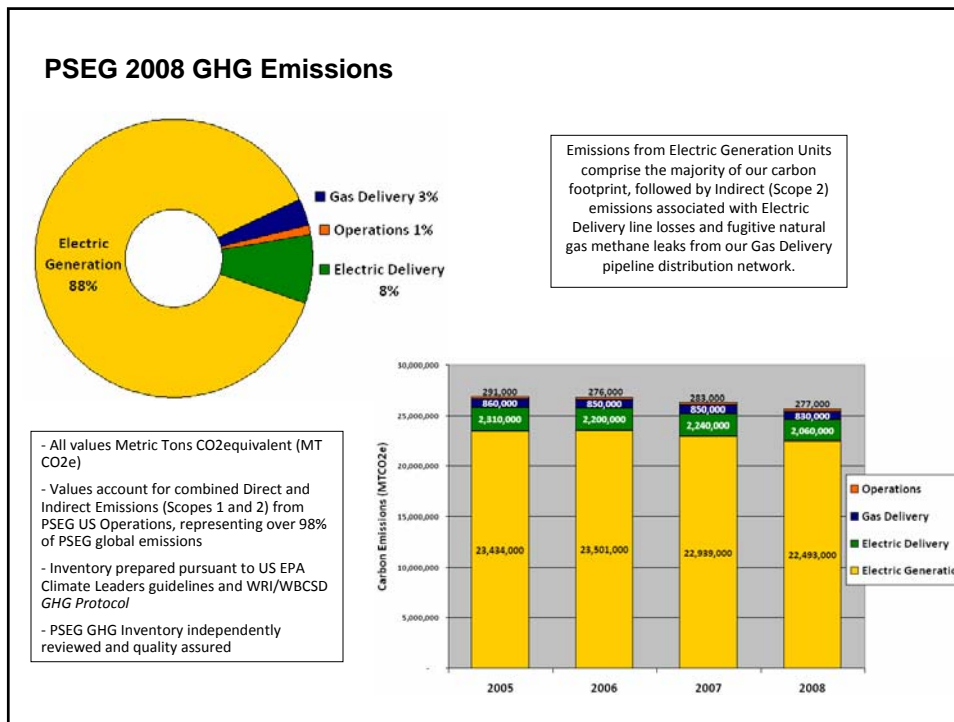
Association of Climate Change Officers
Climate Change Leadership Series

April 14, 2010

Mark Scorsolini, Environmental Policy Manager
PSEG Services Corporation







Climate Disclosure at PSEG

- Process
 - Roles and responsibilities
 - Evaluation
 - Timeframe
- Documentation
 - Annual Report – 10K
 - Investor Meeting Presentations
 - Carbon Disclosure Project
- Stakeholder Expectations

PSEG *Public Service Enterprise Group*


New York Investor Meetings
New York, New York

March 31, 2010

PSEG Investor Website:

<http://investor.pseg.com/>

While the prospects for a cap and trade program may be delayed...



CO₂ \$/Ton Impact on PJM Prices and Power's EBITDA

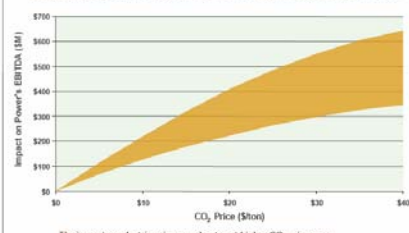


Illustration at \$20 CO₂
(2008 Data)

62 TWh
x **\$11 to \$14/MWh**
= \$680 - \$870 M revenue

23M tons
x **\$20/ton**
= \$460 M expense

The impact on electric prices moderates at higher CO₂ prices as:
 - the fleet dispatch changes, and
 - the CO₂ intensity of the grid goes down.

...Power remains well positioned to capture value if implemented.

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