

**PUBLIC SERVICE ENTERPRISE GROUP INCORPORATED**  
**Quarter-to-Quarter EPS Reconciliation**  
**September 30, 2009 vs. September 30, 2008**  
**(Unaudited)**

<b>PSEG 3rd Quarter 2008 Net Income</b>	<b>\$ 1.29</b>	
Discontinued Operations (SAESA and Bioenergie)	0.35	
<b>PSEG 3rd Quarter 2008 Income from Continuing Operations</b>	<b>\$ 0.94</b>	
Reconciling Items <sup>(a)</sup>	-	
<b>PSEG 3rd Quarter 2008 Operating Earnings</b>	<b>\$ 0.94</b>	
		<b>B/(W)</b>
<b><u>PSEG Power</u></b>		
3rd Quarter 2008	<b>\$ 0.71</b>	
Margin	(0.08)	
O&M	0.03	
Interest	0.01	
3rd Quarter 2009	<b>\$ 0.67</b>	\$ (0.04)
<b><u>PSE&amp;G</u></b>		
3rd Quarter 2008	<b>\$ 0.19</b>	
Weather and Economic Conditions	(0.02)	
Transmission Margin	0.02	
O&M	(0.02)	
3rd Quarter 2009	<b>\$ 0.17</b>	\$ (0.02)
<b><u>PSEG Energy Holdings</u></b>		
3rd Quarter 2008	<b>\$ 0.05</b>	
Texas Generation Facilities	(0.02)	
2009 Lease Sales	0.03	
Effective Tax Rate and Other	0.02	
Intercompany Transactions Eliminated in Consolidation	(0.04)	
3rd Quarter 2009	<b>\$ 0.04</b>	\$ (0.01)
<b><u>Public Service Enterprise Group</u></b>		
3rd Quarter 2008	<b>\$ (0.01)</b>	
Interest	0.01	
Intercompany Transactions Eliminated in Consolidation	0.04	
3rd Quarter 2009	<b>\$ 0.04</b>	\$ 0.05
<b>PSEG 3rd Quarter 2009 Operating Earnings</b>	<b>\$ 0.92</b>	
Reconciling Items <sup>(a)</sup>	0.04	
<b>PSEG 3rd Quarter 2009 Income from Continuing Operations</b>	<b>\$ 0.96</b>	
Discontinued Operations	-	
<b>PSEG 3rd Quarter 2009 Net Income</b>	<b>\$ 0.96</b>	

(a) See attachment 12 for details of items excluded from Continuing Operations to compute Operating Earnings.