

New York Power Authority
Consolidated Net Income - Actual vs. Budgeted
For The Year ended December 31, 2019
(\$ in millions)

	<u>Actual</u>	<u>Budget</u>	Variance Favorable/ (Unfavorable)
Operating Revenues			
Customer	\$ 1,699	\$ 1,846	\$ (147)
NYISO Market Revenues	671	763	(92)
	<u>2,370</u>	<u>2,609</u>	<u>(239)</u>
Operating Expenses			
Purchased Power	529	697	168
Fuel Consumed - Oil & Gas	140	189	49
Wheeling	647	644	(3)
Operations & Maintenance	692	695	3
Depreciation & Amortization	250	244	(6)
	<u>2,258</u>	<u>2,469</u>	<u>211</u>
Operating Income	<u>112</u>	<u>140</u>	<u>(28)</u>
Nonoperating Revenues			
Investment Income	46	30	16
	<u>46</u>	<u>30</u>	<u>16</u>
Nonoperating Expenses			
Interest and Other Expenses	135	149	14
	<u>135</u>	<u>149</u>	<u>14</u>
Net Income	<u>\$ 23</u>	<u>\$ 21</u>	<u>\$ 2</u>

Net Income for the year ended December 31, 2019 was \$23 million, which was \$2 million higher than the budget of \$21 million. The increase in net income was primarily attributable to higher investment income (\$16 million) due to an increase in the market value of the Authority's investment portfolio, lower interest expenses (\$14 million) due to lower interest rate, and offset by lower operating income of (\$28 million) due to lower margins resulting from lower energy prices.