NYPA is unique among New York State’s public authorities. It is the nation’s largest state-owned public power utility, employs approximately 1,600 people at the various facilities offices and operates in a competitive and dynamic electricity marketplace. NYPA is also one of the largest electricity producers in New York, operating 16 generating facilities and more than 1,400 circuit miles of transmission and providing through its generation and power purchases, up to one-quarter of all the electric energy consumed in the state. It supplies electricity to a large number of the state’s major manufacturers and private industry through power programs that support critical State economic development goals. NYPA also supplies electricity to State and local government consumers in New York City and Westchester County, including the Metropolitan Transportation Authority, the State Office of General Services, New York City, the New York City Housing Authority and the Port Authority of New York and New Jersey.

To perform its responsibilities, NYPA is organized into a number of major “units” which include the following:

**NEW YORK POWER AUTHORITY MAJOR UNITS**

**BUSINESS SERVICES**
The Business Services Unit (BSU) manages the financial functions of NYPA. Its units include the Office of the Chief Financial Officer, Controller, Treasury, Financial Planning, Budgets and Business Controls, Procurement and Project Finance. BSU also leads strategic functions of NYPA, including Strategic Planning, and Process Improvement.

The mission of the BSU includes leading and managing the strategic planning process and monitoring plan implementation; providing support and strategic solutions to all parts of the organization; providing innovative and cost effective financial services and products that contribute towards the success of its internal and external customers; and preserving the financial strength of NYPA in order to ensure access to low cost capital to fund future projects as well as the ability to undertake any new initiatives necessary to carry out our mission.

**COMMERCIAL OPERATIONS**

The Economic Development business unit’s primary roles are to administer the Power Authority’s portfolio of economic development programs to foster job creation, induce private capital investment and to create and maintain relationships with NYPA’s customers. In addition, Economic Development is also responsible for pricing Authority power, negotiating power contracts, administering NYPA’s demand response program and forecasting customer load and revenue.

The Energy Efficiency business unit and also the Business and Market Development unit provide customers with wide-ranging on-site energy solutions including energy data analytics, planning,
operations and the development of capital projects such as energy efficiency, distributed
generation, advanced technologies, and renewables. These businesses implement energy
efficiency and clean energy programs that benefit NYPA’s customers, New York State, and
improve the productivity of NYPA’s operations. Since 1990, NYPA has invested over $2 billion
on energy efficiency projects, clean technologies and clean transportation initiatives throughout
New York State.

Energy Resource Management manages NYPA’s and its customers’ generation resources in the
energy markets in an effective manner to maximize benefits to New York State and to reduce
energy costs to consumers. This responsibility includes the bidding of NYPA energy, capacity
and ancillary products into the various New York Independent System Operator markets,
developing and implementing fuel supply strategies and hedging strategies, procuring emission
allowances. The Market Issues department is responsible for market participant activities with
the Independent System Operators in the New York and adjacent control areas where NYPA
operates.

Project & Business Development handles the licensing and relicensing of all power projects and
transmission lines, development of new generation and transmission assets, and business
development of new opportunities.

HUMAN RESOURCES & SHARED SERVICES
The Human Resources and Shared Services business unit consists of: Human Resources,
Affirmative Action, Knowledge Management, and Enterprise Shared Services which includes
Corporate Support Services, Fleet, Real Estate, and Facilities.

Human Resources and Shared Services works with NYPA’s other units to provide the support
necessary to facilitate the achievement of NYPA’s strategic mission.

The Human Resources (HR) department serves as a strategic business partner and internal
consultant to the Executive Management Committee and all departments of NYPA. HR guides
NYPA’s leadership in developing the most effective organizational structure and aligning the
right people with the right roles in order to achieve the organization’s mission and vision. To
further these goals, HR promotes a work environment that is characterized by open
communication, personal accountability, trust and mutual respect. Additionally, the Human
Resources Department is responsible for leading strategic corporate initiatives such as
Knowledge Management.

The Affirmative Action Office is responsible for investigating employee claims of affirmative
action violations, manager and staff training, and development of policies and procedures.

INFORMATION TECHNOLOGY AND CYBER SECURITY
Information Technology (IT) supports our digital utility to innovatively plan, build and run IT
assets to support NYPA operations. Departments within IT include Technology Strategy, IT
Governance & Planning, Business Transformation, Technology Solutions, Application

IT works with business units to leverage technology to enable new capabilities and efficiency in
business operations. The process of driving value with IT begins in aligning technology strategy
to business strategy and working together to prioritize and build technology investments.
Technology investments are rationalized across business units to drive a build once use many strategy. Once built, IT runs the assets in a reliable, secure and efficient manner.

Cyber Security is accountable for ensuring technology risks and compliance are managed appropriately.

**INTERNAL AUDIT**
The Office of Internal Audit (IA) reports directly to the Audit Committee of NYPA’s Board of Trustees with a dotted line to the CEO and is responsible for the performance of internal control, financial, operational, information technology and management audits at corporate offices, operating plants, construction sites and/or contractor offices, to provide NYPA management at all levels and the Audit Committee of the Board of Trustees with objective assurance and consulting services designed to add value and improve the organization’s internal control structure. The objective of the IA program is to improve the Authority’s internal control environment and operations. IA helps NYPA accomplish its objectives by bringing a systematic, disciplined approach to evaluate, test and improve the effectiveness of risk management, internal controls and the governance processes.

**LAW DEPARTMENT**
The Law Department provides legal advice and support to the Authority’s Trustees, senior management and all Authority business units, provides legal representation to the Authority as appropriate, and supervises outside counsel providing legal services to the Authority. The Law Department includes staff responsible for handling ethics inquiries, and for developing and implementing corporate-wide programs to assure the Authority’s compliance with applicable laws, rules, and regulations. The Department also includes the Office of the Corporate Secretary.

**PUBLIC AND REGULATORY AFFAIRS**
The Public and Regulatory Affairs Business Unit constitutes three sections: Corporate Communications, Community and Government Relations, Environmental Justice and Sustainability, Regulatory and Executive Office.

Corporate Communications has six departments: media relations, social media, graphics, internal communications, video and photography. Its goal is to develop and implement a comprehensive, strategic and proactive communications program that will build public and employee awareness and support of the Power Authority’s objectives and accomplishments. Community and Government Relations works closely with the cities, towns and villages across New York State to address energy, environment, crisis management and economic development needs. It is also takes the lead on NYPA’s intergovernmental activities.

Environmental Justice and Sustainability works to ensure that all major decisions within the Power Authority consider the impacts to environmental justice communities. Sustainability section works to ensure that the Power Authority’s operations are as efficient as possible to achieve executive goals of reduction of energy intensity.

Regulatory focuses on the interaction of the Power Authority with state and federal regulatory bodies. It is the goal of this group to serve as a business partner to other business units to navigate regulatory waters in a manner that helps achieve the Power Authority’s goals.

Executive Office works closely with the Chief Executive Officer and the Executive Management Committee and deals with its various briefing, external relations and scheduling requirements.
UTILITY OPERATIONS
The Utility Operations organization consists of Power Supply (Transmission, Power Generation, and System Operations & Planning), Technical Compliance (Reliability Standards Compliance, Code Compliance, Quality Assurance and Code Compliance, Emergency Management & Physical Security), Environmental Health and Safety, Labor Relations, Support Services (Engineering, Project Management, Asset Management and Portfolio Management) and Technology and Innovation. The purpose of Operations is to operate and maintain the generation and transmission assets of NYPA in an effective, efficient and safe manner; and to invest in new and existing assets to ensure reliable power supply and meet the future energy needs of NYPA’s customers and the people of New York State. Technology and Innovation includes Information Technology, Strategic Operations, Research & Development and Integrated Smart Operations Center.

RISK MANAGEMENT
The Risk Management (RM) business unit performs three main functions. Those functions include Enterprise Risk Management, Insurance Risk Management, and Commodity Risk and Analytics whose object is to facilitate informed and transparent risk based decision making by providing insights on the risk/reward tradeoffs while protecting and enhancing value of the enterprise.

The Enterprise Risk Management group helps protect and enhance the value of the organization by leading the effort to identify, assess, mitigate and report risks on a forward looking basis ensuring a more resilient business.

Insurance Risk Management’s primary objective is to mitigate a potential loss of value of NYPA’s assets. This is accomplished by providing appropriate protection against the risks of loss using multiple forms of insurance coverages across the organization.

Commodity Risk and Analytics’ is responsible for assessing risks to NYPA’s commodity portfolio, quantifying and reporting on the potential impacts. Identified risks may be financial in nature, such as exposure to energy commodity markets, credit, liquidity and uncertainty in net revenues, and may also encompass risks covering operational exposures.

NEW YORK POWER AUTHORITY SUBSIDIARIES
In accordance with legislation enacted on April 4, 2016, the Canal Corporation, formerly a subsidiary of the New York Thruway Authority, became a subsidiary of NYPA, effective January 1, 2017. The Canal Corporation exists primarily to operate, improve, maintain, repair and promote the NYS Canal System.