



**NY Power
Authority**

**Canal
Corporation**

**PROPOSED AGENDA
JOINT FINANCE & RISK COMMITTEE SPECIAL MEETING
Videoconference – October 6, 2021 at 8:00a.m.**

- 1. Adoption of the October 6, 2021 Proposed Special Meeting Agenda**
- 2. Motion to Conduct an Executive Session**
- 3. Motion to Resume Meeting in Open Session**
- 4. DISCUSSION AGENDA:**
 - a. New York State Energy Research and Development Authority (NYSERDA)
Tier 4 Request for Proposals - CleanPath New York Update -- (Philip Toia)**
- 5. CONSENT AGENDA:**
 - a. Financial Operations**
 - i. Approval of Budget Report for Submission Pursuant to Section 2801 of the Public Authorities Law and Agency Procedures -- Resolution (Adam Barsky)**
- 6. Next Meeting**
- 7. Motion to Conduct an Executive Session**



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October 6, 2021

Motion to Conduct an Executive Session

I move that the Committee conduct an executive session to discuss the financial and credit history of a particular corporation (pursuant to §105 of the Public Officers Law).



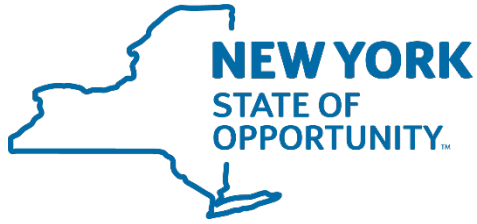
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October 6, 2021

Motion to Resume Meeting in Open Session

I move to resume the meeting in Open Session.



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NYSERDA Tier 4 RFP – Clean Path NY Update

Philip Toia

President, NYPA Development

October 6, 2021

Clean Path NY: Project Overview

- Joint bid submitted on May 12th, 2021 in response to NYSERDA Tier 4 solicitation
- Project participants include NYPA and Forward Power (energyRe and Invenergy)
- 175-mile 1300 MW bi-directional HVDC transmission link connecting Fraser Substation in Central NY with Rainey Substation in NYC
 - 105 miles of line to be built in existing NYPA Right-Of-Way along Marcy South corridor
- 3,800 MW of new wind and solar capacity in Upstate New York
- Use of Blenheim-Gilboa for energy storage



Clean Path NY: Project Overview

- Clean Path NY Investment of \$11 billion in New York State¹
 - \$3.5 billion in Transmission investment
 - \$7.5 billion in new clean energy investment
- Reduced fossil fuel generation statewide
- Reduced carbon emissions by 39 million tons over 25 years¹
- Reduced criteria pollutants (NOx, SOx and Particulate Matter [PM2.5])¹
- Creation of 8,300 jobs¹
- Billions of dollars in avoided social and public health costs due to emissions reductions over 25 years¹

Note 1: Data/Statistics are based on Clean Path NY modeling



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Date: October 6, 2021

To: THE FINANCE AND RISK COMMITTEE

From: THE PRESIDENT and CHIEF EXECUTIVE OFFICER

Subject: **Recommendation of Approval and Ratification of Budget Report Submitted Pursuant to Section 2801 of the Public Authorities Law and Agency Procedures**

SUMMARY

The Finance and Risk Committee is requested to recommend to the Trustees (a) the approval of the budget report attached as Exhibit "A" (the "Budget Report"), and (b) the authorization and ratification of the Authority staff's submittal of the Budget Report to the State officials identified in Public Authorities Law ("PAL") §2801, and the filing of the Budget Report electronically with the State in accordance with New York State Authorities Budget Office ("ABO") and State Comptroller requirements.

BACKGROUND

PAL §2801 requires each state public authority to submit a budget report annually, not less than 90 days before the commencement of its fiscal year, in the form submitted to its members or trustees, with budget information on operations and capital construction setting forth the estimated receipts and expenditures for the next fiscal year and the current fiscal year, and the actual receipts and expenditures for the last completed fiscal year, to the Governor, the Chair and Ranking Minority Member of the Senate Finance Committee, the Chair and Ranking Minority Member of the Assembly Ways and Means Committee and the ABO (collectively, "State Officials").

The ABO and State Comptroller also require state public authorities to file budget reports electronically with the State through the Public Authorities Reporting Information System ("PARIS") online reporting system. PARIS requires three additional years of forward-looking budget information for a total of six years of budget information.

DISCUSSION

The Finance and Risk Committee is requested to recommend to the Trustees the approval of the Budget Report prepared by staff. The Budget Report reflects information required by PAL §2801 and additional information required by the PARIS system. The Budget Report is inclusive of budget information relating to the Canal Corporation. The Finance and Risk Committee is further requested to recommend that the Trustees authorize and ratify the staff's submittal of the Budget Report to the State Officials identified in PAL §2801, and to file the Budget Report with the State electronically through PARIS.

The Budget Report is prepared solely for the purpose of meeting the requirements of PAL §2801 and Comptroller and ABO requirements. The Budget Report relies on data and projections that were developed during the months of July through September 2021. These

data and projections include inputs such as forecasts of electric prices, fuel expenses, customer power and energy use, generation levels and revenues from Authority power projects, operations & maintenance, and capital expense. The Authority is not required to update the Budget Report at any point during the remainder of 2021 or in 2022 prior to submittal of the Budget Report for fiscal year 2022 for the normal annual process outlined in PAL §2801, however it is providing quarterly updates to the State based on a separate request for current year only figures.

Staff is in the process of preparing the Authority's annual budget as well as the Four-Year Budget and Financial Plan. The annual budget and the Four-Year Budget and Financial Plan will be presented to the Trustees for approval at a subsequent meeting. The Four-Year Budget and Financial Plan may include assumptions and figures that are different from those in the Budget Report.

FISCAL INFORMATION

The Budget Report's estimates for each of the years 2021-2022 are indicative forecasts. The Finance and Risk Committee is not being asked to approve any revenue or expenditure amounts for those years at this time.

RECOMMENDATION

The Chief Financial Officer recommends that the Finance and Risk Committee recommend to the Trustees: (1) the approval of the Budget Report; and (2) authorize and ratify staff's submittal of the Budget Report to State Officials, and the filing of the Budget Report with the State electronically through the Public Authorities Reporting Information System ("PARIS"), as discussed herein.

For the reasons stated, I recommend the approval of the above-requested action by adoption of the resolution below.

Gil C. Quiniones
President and Chief Executive Officer

RESOLUTION

RESOLVED, That the Finance and Risk Committee recommends that the Trustees, pursuant to Public Authorities Law §2801, approve the Budget Report attached as Exhibit “A” for the purposes stated in the foregoing memorandum of the President and Chief Executive Officer; and be it further

RESOLVED, That the Finance and Risk Committee recommends to the Trustees that the Authority staff’s submittal of the Budget Report to the State officials identified in Public Authorities Law §2801, and the filing of the Budget Report with the State electronically in accordance with New York State Authorities Budget Office and State Comptroller requirements be authorized and ratified; and be it further

RESOLVED, That the Finance and Risk Committee recommends that the Chairman, the Vice Chairman, the President and Chief Executive Officer, the Chief Operating Officer and all other officers of the Authority be authorized by the Trustees on behalf of the Authority to do any and all things, take any and all actions and execute and deliver any and all agreements, certificates and other documents to effectuate the foregoing resolution, subject to the approval of the form thereof by the Executive Vice President and General Counsel.

POWER AUTHORITY OF THE STATE OF NEW YORK
ESTIMATED RECEIPTS AND EXPENDITURES
2021 TO 2025
ACTUAL RECEIPTS AND EXPENDITURES 2020

Exhibit - A

2801 Report

	Last Year 2020	Curent Year 2021	Proposed 2022	Proposed 2023	Proposed 2024	Proposed 2025
Revenue & Financial Sources						
Operating Revenues						
Charges for Services	\$2,205,589,379	\$2,660,077,807	\$2,793,176,480	\$2,826,561,370	\$2,917,513,452	\$3,074,785,969
Rentals & Financing Income	-	-	-	-	-	-
Other Operating Revenues	-	-	-	-	-	-
Non-Operating Revenues						
Investment Earnings	29,994,342	13,269,516	15,041,216	18,831,132	22,059,747	25,913,593
State Subsidies / Grants	-	-	-	-	-	-
Federal Subsidies / Grants	-	-	-	-	-	-
Municipal Subsidies / Grants	-	-	-	-	-	-
Public Authority Subsidies	-	-	-	-	-	-
Other Non-Operating Revenues	56,986,599	86,000,000	43,000,000	-	-	-
Proceeds from the Issuance of Debt	1,277,420,747	-	-	288,576,821	-	-
Total Revenues & Financing Sources	3,569,991,067	2,759,347,323	2,851,217,696	3,133,969,323	2,939,573,199	3,100,699,562
Expenditures						
Operating Expenditures						
Salaries and Wages	264,401,475	239,279,358	244,505,973	250,873,757	257,353,612	264,035,709
Other Employee Benefits	149,896,563	107,091,208	114,848,626	122,909,079	126,722,206	130,618,158
Professional Services Contracts	91,509,398	48,500,941	53,676,825	54,824,146	55,249,342	55,710,240
Supplies and Materials	78,518,047	213,039,669	215,782,558	216,058,523	224,621,535	232,908,851
Other Operating Expenditures	1,425,471,592	1,761,499,750	1,958,278,593	1,916,674,627	1,946,075,048	2,036,761,078
Non-Operating Expenditures						
Payment of Principal on Bonds and Financing Arrangements	342,880,000	1,445,000	1,485,000	1,520,000	17,513,227	18,444,667
Interest and other Financing Charges	60,229,253	(1,674,575)	30,428,183	49,494,992	68,555,065	67,639,684
Subsidies to Other Public Authorities	-	-	-	-	-	-
Capital Asset Outlay	507,109,872	762,234,633	892,073,534	666,918,156	521,589,923	463,512,340
Grants and Donations	-	-	-	-	-	-
Other Non-Operating Expenditures	-	-	-	-	-	-
Total Expenditures	2,920,016,200	3,131,415,984	3,511,079,292	3,279,273,280	3,217,679,958	3,269,630,727
Capital Contributions	-	-	-	-	-	-
Excess/(Deficiency) of Revenues and Capital Contributions over Expenditures	\$649,974,867	(\$372,068,661)	(\$659,861,596)	(\$145,303,957)	(\$278,106,759)	(\$168,931,165)

October 6, 2021

Next Meeting

The next regular meeting of the Joint Finance & Risk Committee is scheduled to be held on November 16, 2021 via videoconference.

October 6, 2021

Motion to Conduct an Executive Session

I move that the Committee conduct an executive session pursuant to public officers law section 105f to discuss the financial and employment history of a particular person and corporation.