



CEO Report

LIPA Board of Trustees Meeting

May 22, 2024

Presented by: John Rhodes, Acting Chief Executive Officer



Discussion Topics



Public Service Recognition Week



Creating a Resilient Electric Grid



New York State Offshore Wind Projects



What's to Come: 2025 Budget Planning

Public Service Recognition Week

Governor Hochul has issued a [proclamation](#) declaring “Public Service Recognition Week” in New York from May 5-11, 2024.

- This recent announcement builds on the Governor’s continued support for public workers, including major initiatives launched as part of her 2024 State of the State address to build and modernize New York’s public workforce.
- **We thank all of LIPA’s employees for their service to our customers across Long Island and the Rockaways.**



A photograph of several offshore wind turbines in the ocean, viewed from a low angle. The turbines are white and have three blades each. The water is a deep blue, and the sky is a lighter blue. The image is overlaid with a semi-transparent blue geometric pattern consisting of various shapes like triangles and polygons. The text "Creating a Resilient Electric Grid" is centered in white.

Creating a Resilient Electric Grid

Creating a Resilient Electric Grid

- Since 2016, LIPA has invested a record \$6.4 billion* in reliability and resiliency – leading to the Long Island and Rockaways electric grid being more resilient than ever, putting us in the top 10% nationally for reliability.
- In addition, federal funding has allowed for additional strengthening of the electric infrastructure against extreme weather.
- Sections of circuits that have been storm-hardened have seen a 64% reduction in damage leading to outages in the past decade, compared with the rest of the distribution system.**
- Storm hardening improvements include the:
 - Replacement of 36,000 distribution poles with stronger poles
 - Installation of 1,500 smart switches
 - Hardening of 1,200 miles of main-line distribution circuits

**Includes funding from both LIPA and the Federal Emergency Management Agency*

***Excludes catastrophic storms*

2024 Atlantic Hurricane Season

- Atlantic Hurricane Season begins June 1 and runs through November 1.
- Last year, there were 20 named storms in the Atlantic basin, ranked fourth for most-named storms in a year since 1950, according to NOAA and the National Hurricane Center.
- A recent forecast from Colorado State University predicts a higher-than-average storm activity in the Atlantic basin. NOAA will release the 2024 Hurricane Outlook on May 23.
- The New York State Department of Public Service issued a recommendation supporting the PSEG Long Island Emergency Restoration Plan. LIPA is working with PSEG Long Island on several key initiatives to further ensure preparedness for a major storm event.
- Governor Hochul has made preparing New Yorkers for expected storms a priority. This year's budget allocated \$15 million for the Division of Homeland Security and Emergency Services to assist local and county partners with protecting public infrastructure and mitigating the effects of weather events by helping supply generators, water pumps, and flood barrier technology.
- Sign up for [NY-Alert](#), a free service that provides weather and other emergency-related alerts, and visit [PSEGLINY.COM](https://www.psegliny.com) for storm preparation and safety tips.

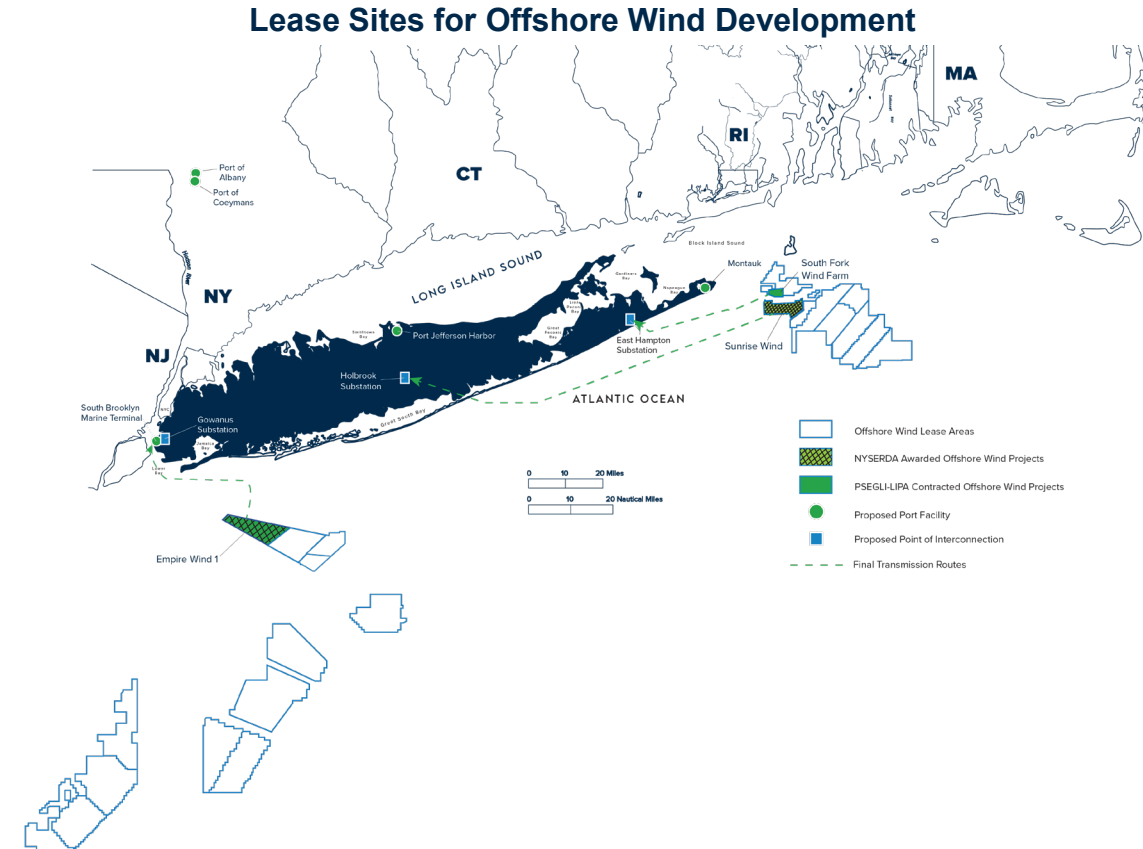
A photograph of several offshore wind turbines in the ocean, viewed from a low angle. The turbines are white with three blades each, mounted on a lattice-structured tower. The water is a deep blue, and the sky is a lighter blue. The image is overlaid with a semi-transparent blue geometric pattern consisting of various shapes like squares and triangles. The text "New York State Offshore Wind Projects" is centered in white.

New York State Offshore Wind Projects

Recent news about offshore wind projects

A key finding of our Integrated Resource Plan says that offshore wind projects will connect **2,400 megawatts to the Long Island grid**, out of a statewide goal of 9,000 MW by 2035.

- Last month, the New York State Energy Research and Development Authority announced the conclusion of their solicitation, with no final awards being made.*
- The New York Bight lease sites still exist, and new contracts are expected after the current NYSERDA solicitation.
- Sunrise Wind, which will interconnect to Long Island, is progressing and is expected to be online in 2026.**



* In late October 2023, NYSERDA competitively selected three offshore wind projects as a result of their third offshore wind solicitation. These projects, totaling ~4,032 MW, included Attentive Energy One, Community Offshore Wind, and Excelsior Wind within the New York Bight leasing area.

** Sunrise Wind is being developed by Orsted and Eversource.

A photograph of several offshore wind turbines in the ocean, viewed from a low angle. The turbines are white and stand on metal platforms. The water is a deep blue, and the sky is a lighter blue. The image is overlaid with a semi-transparent blue geometric pattern consisting of various shapes like triangles and polygons.

What's to Come: 2025 Budget Planning

Looking ahead – planning for the 2025 Budget

Staff has started to plan and prepare for the development of the 2025 Budget. Our focus remains on providing **clean** and **reliable** power at the most **affordable cost** for customers.

- LIPA and PSEG Long Island will collaborate to develop budget plans at the department/functional level. LIPA staff will review and validate all budget assumptions before submitting the budget for Board approval in December.
- The Budget will provide sufficient resources to support the state’s clean energy goals, as well as for PSEG Long Island to meet key Board objectives and accomplish performance metrics.
- The Budget includes Operating and Capital funded expenses, including Debt Service, for LIPA and PSEG Long Island.

March - October 2024



November 2024



December 2024

- *LIPA staff works with PSEGLI to identify priorities and areas for savings in the upcoming year.*
- *LIPA presents proposed Performance Metrics to the Department of Public Service.*

- *LIPA and PSEGLI present proposed budget to DPS for review.*
- *LIPA staff present the proposed budget to the Board of Trustees.*
- *Staff hosts tariff and budget public comment sessions, with both in-person and virtual options.*

- *Formal approval by the Board of Trustees.*

Questions?

John Rhodes
Acting Chief Executive Officer

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