

Chief Financial Officer's Report to the Board of Trustees

September 27, 2017



LIPA Consolidated Results – August 2017

(\$ in thousands)

	Current Month				Year to Date				Annual Budget
	Actual	Budget	\$ Var.	% Var.	Actual	Budget	\$ Var.	% Var.	
Revenues	\$407,384	\$425,132	(\$17,748)	-4.2%	\$2,391,561	\$2,468,176	(\$76,615)	-3.1%	\$3,586,948
Power Supply Charge	206,974	222,189	15,215	6.8%	1,266,500	1,366,938	100,438	7.3%	1,992,875
Revenue Net of Power Supply Costs	\$200,410	\$202,943	(\$2,533)	-1.2%	\$1,125,061	\$1,101,238	\$23,823	2.2%	\$1,594,073
PSEG Long Island Operating and Managed Expenses									
PSEG Long Island Operating Expenses	\$52,611	\$48,489	(\$4,122)	-8.5%	\$373,346	\$367,232	(\$6,114)	-1.7%	\$556,743
PSEG Long Island Managed Expenses	(4,930)	7,487	12,417	165.8%	62,066	49,501	(12,565)	-25.4%	73,040
Utility Depreciation	15,167	14,031	(1,136)	-8.1%	112,626	111,510	(1,116)	-1.0%	167,634
PILOTs - Revenue-Based Taxes	3,680	3,943	263	6.7%	21,126	22,390	1,264	5.6%	32,482
PILOTs - Property-Based Taxes	23,753	23,757	4	0.0%	190,036	190,054	18	0.0%	285,772
LIPA Expenses									
LIPA Operating Expenses	7,341	8,013	672	8.4%	61,463	63,789	2,326	3.6%	95,655
LIPA Depreciation and Amortization	9,320	9,315	(5)	-0.1%	74,577	74,521	(56)	-0.1%	111,781
LIPA Deferred Amortized costs	2,585	2,585	-	0.0%	20,676	20,676	-	0.0%	31,015
Interest Expense, Other Interest Costs and Interest Amortizations	28,336	27,302	(1,034)	-3.8%	224,874	221,617	(3,257)	-1.5%	331,032
Total Expenses	\$137,863	\$144,922	\$7,059	4.9%	\$1,140,790	\$1,121,290	(\$19,500)	-1.7%	\$1,685,154
Other Income and Deductions	\$3,410	\$2,753	\$657	23.9%	\$24,534	\$22,548	\$1,986	8.8%	\$33,552
Grant Income	374	898	(524)	-58.4%	4,621	24,495	(19,874)	-81.1%	45,388
Change in Net Position	\$66,331	\$61,672	\$4,659	7.6%	\$13,426	\$26,991	(\$13,565)	-50.3%	(\$12,141)

Note: Variance - favorable/(unfavorable)



LIPA Liquidity Position – August 2017

Liquidity Position

(\$ in thousands)

	August 31, 2017	Days Cash	July 31, 2017	Days Cash
Operating liquidity				
Unrestricted cash and cash equivalents	\$345,244		\$292,331	
OPEB account cash, cash equivalents & investments	138,285		137,563	
PSEG LI Working Capital requirements	216,078		245,328	
Total operating liquidity	699,607	90 days	675,222	86 days
Available credit				
General Revenue Notes - Revolving Credit Facility	220,000		220,000	
General Revenue Commercial Paper	186,875		186,875	
Subordinated Revenue Commercial Paper	50,000		50,000	
Total available credit	456,875		456,875	
Total cash, cash equivalents, investments & available credit	\$1,156,482	148 days	\$1,132,097	145 days
Restricted cash				
FEMA - restricted	421,341		420,853	
UDSA	123,460		94,973	
Total restricted cash	\$544,801		\$515,826	