

LONG ISLAND POWER AUTHORITY

MINUTES OF THE FINANCE AND AUDIT COMMITTEE MEETING

HELD ON MAY 23, 2018

The Finance and Audit Committee of the Long Island Power Authority (the "Authority") was convened at 8:03 a.m. at LIPA Headquarters, Uniondale, NY, pursuant to legal notice given on May 18, 2018 and electronic notice posted on the Authority's website annually.

The following Trustees of the Authority were present:

**Shelly L. Cohen, Committee Chair
Elkan Abramowitz, Committee Member
Mark Fischl, Committee Member
Drew Biondo, Trustee**

Representing the Authority were Thomas Falcone, Chief Executive Officer; Jon Mostel, General Counsel; Bobbi O'Connor, Vice President of Policy, Strategy and Administration & Secretary to the Board of Trustees; Ken Kane, Interim Chief Financial Officer; Rick Shansky Vice President of Operations Oversight; Donna Mongiardo, Vice President and Controller; Corey Horowitz, Director of Risk Management; and Kathleen Mitterway, Director of Audit.

Representing PSEG LI were David Lyons, Vice President of Business Services; Markus Ramlall, Director of Finance; Jorge Jimenez, Director of Customer Experience and Marketing; and John Keating, Manager of Economic Development Programs.

Chair Cohen welcomed everyone to the Finance and Audit Committee meeting of the Long Island Power Authority Board of Trustees.

Chair Cohen stated that the first item on the agenda is the adoption of the minutes from the March 29, 2018 Committee meeting.

Upon motion duly made and seconded, the minutes of the March 29, 2018 meeting were approved unanimously.

Chair Cohen stated that next item on the agenda is the overview of Financial Results & Hedge Report.

Ms. Mongiardo presented LIPA's financial results, and Mr. Lyons and Mr. Ramlall of PSEG LI reported on the PSEG LI operating results and then took questions from the Trustees
Mr. Horowitz presented the Hedge Report and then took questions from the Trustees.

Chair Cohen stated that next item on the agenda is the review of the Quarterly Financials Ended March 31, 2018, to be presented by Donna Mongiardo.

Ms. Mongiardo presented the Review of the Quarterly Financials Ended March 31, 2018 and took questions from the Trustees.

Chair Cohen stated that next item on the agenda is the Annual Discussion of the Board's Policy on Economic Development, to be presented by Jorge Jimenez and John Keating from PSEG Long Island.

Mr. Jimenez and Mr. Keating presented the Annual Discussion of the Board's Policy on Economic Development and took questions from the Trustees.

Chair Cohen stated that next item on the agenda is the Finance and Audit Committee's Annual Self Report to the Board, to be presented by Bobbi O'Connor.

Ms. O'Connor presented the Committee's Annual Self Report to the Board and then took questions from Trustees.

Chair Cohen stated that the last item on the agenda is Internal Audit Activities which would be presented by Kathleen Mitterway.

Ms. Mitterway gave a presentation regarding the Authority's Internal Audit Activities and then took questions from Trustees.

At approximately 8:44 a.m. Chair Cohen stated that the Committee would adjourn to Executive Session to discuss personnel matters. Chair Cohen stated that no votes would be taken and that the Committee would not be returning to public session.
