

Utility Debt Securitization Authority
(Thousands of Dollars)

Description	2018	2019		2020		2021	
	Actual	Approved	Projected	Proposed	Change from Prior Year	Projected	Change from Prior Year
Revenues	\$ 339,072	\$ 332,694	\$ 331,848	\$ 320,482	\$ (12,213)	\$ 369,132	\$ 48,650
Operating Expenses							
Uncollectible Accounts	2,722	2,029	1,419	1,850	(180)	2,127	277
General and Administrative Expense							
Ongoing Servicer Fee	2,250	2,250	2,250	2,250	-	2,250	-
Administration Fees	500	500	500	500	-	500	-
Bond Administration Fees	285	300	367	360	60	360	-
Directors and Officers Insurance	267	325	245	339	14	353	14
Accounting, Legal & Misc. Fees	192	150	154	205	55	205	-
Total General and Administrative Expense	3,495	3,525	3,516	3,654	129	3,668	14
Amortization of Restructuring Property	173,696	174,401	173,574	170,316	(4,085)	221,742	51,426
Interest Expense	200,495	196,248	196,248	192,041	(4,207)	187,643	(4,398)
Amortization of Premium	(46,136)	(44,779)	(44,779)	(45,706)	(927)	(45,119)	587
Amortization of Deferred Debt Issue Costs	2,518	2,361	2,274	2,175	(187)	2,035	(140)
Total Interest Expense	156,876	153,831	153,744	148,510	(5,321)	144,558	(3,951)
Reserve Fund Earnings	2,952	1,164	3,884	4,011	2,846	4,011	-
Excess of Revenues Over Expenses	\$ 5,235	\$ 73	\$ 3,480	\$ 164	\$ 91	\$ 1,047	\$ 883

Long Island Power Authority
2020 Proposed and 2021 Projected Operating and Capital Budgets

Utility Debt Securitization Authority

The LIPA Reform Act, as amended, created the Utility Debt Securitization Authority (UDSA) to issue restructuring bonds in an aggregate amount not to exceed \$4.5 billion to refinance a portion of the Authority's existing debt at a lower cost. The UDSA has no commercial operations and was formed solely to issue bonds to refinance Authority debt. The UDSA has bond ratings of Aaa(sf), AAA(sf) and AAA(sf) from Moody's, Standard & Poor's and Fitch Ratings, respectively, compared to ratings of A3, A-, and A-, respectively, for Authority issued bonds.

The Authority issued approximately \$2.0 billion of UDSA bonds in 2013, \$1.0 billion in October 2015, two additional series totaling an additional \$1.1 billion in 2016, and \$369.5 million in 2017.

The Authority's customer bills recover UDSA Restructuring Charges (consisting of debt service and administrative fees) on every kilowatt hour of energy delivered and the Authority's own delivery charges are reduced by an amount that corresponds to the UDSA charges in each period; however, the UDSA charges are not Revenues subject to the Authority's bond resolutions.

The UDSA's revenues and expenses are consolidated with those of the Authority for financial reporting purposes; and therefore the information on UDSA presented herein is also reflected within the categories of revenue and expense of the Authority's Operating Budgets shown elsewhere. This supplemental page is shown separately as an information item for the reader.