

Long Island Power Authority

OVERSIGHT AND CLEAN ENERGY COMMITTEE - 2019 REPORT

On May 20, 2020, the Long Island Power Authority Board of Trustees (the “Board”) approved amendments to the Authority’s By-Laws and Committee Charters to change the name of the Committee from the Oversight and Reforming the Energy Vision (“REV”) Committee to the Oversight and Clean Energy Committee (the “Committee”).

The Committee has prepared this report related to its obligations pursuant to the Committee’s Charter.

Among its responsibilities, the Committee must report its actions and recommendations to the Board on at least an annual basis on how it has discharged its duties and met its responsibilities pursuant to its Charter.

The Committee is charged with specific responsibilities including:

- Monitor PSEG Long Island’s performance under the Amended and Restated Operations Services Agreement (“OSA”) related to: performance metrics; emergency management; transmission and distribution operations; energy efficiency and clean energy goals; capital and operating budget expenditures; communications with stakeholders; customer service, billing and collections; power supply and fuel supply management (as carried out by PSEG Energy Resources & Trade); power markets activities; senior management staffing; and other matters related to PSEG Long Island’s scope of services;
- Monitor PSEG Long Island’s compliance with “Contract Standards” as defined in the Amended OSA, including compliance with applicable law and New York Public Service Commission practices; PSEG Long Island’s environmental stewardship goals, and its compliance with policies adopted by LIPA and the State;
- Review LIPA management’s oversight process of the services provided by PSEG Long Island and PSEG Energy Resources & Trade;
- Monitor LIPA and PSEG Long Island’s implementation of recommendations included in Management and Operations Audits conducted by the Department of Public Service; Review recommendations made by the Department of Public Service with respect to LIPA and PSEG Long Island’s performance and proposed programs, expenditures, and tariff changes;
- Monitor the policies, principles and recommendations being advanced pursuant to the Climate Leadership and Community Protection Act (“CLCPA”) and the Accelerated Renewable Energy Growth and Community Benefit Act (the “Siting Act”), and other State clean energy policies, initiatives, laws and directives, and PSEG Long Island’s implementation of programs and initiatives to achieve such goals;
- Review proposed energy contracts or power supply or transmission transactions and recommend appropriate action by the Board of Trustees, as needed;
- Report annually to the Board of Trustees on how it has met its responsibilities as outlined in this Charter; and

- Report and make recommendations to the Board of Trustees from time to time on the results of its reviews and monitoring of the foregoing and carry out such other responsibilities consistent with its purpose as may be assigned from time to time by the Chair of the Board of Trustees or by the Board of Trustees.

Membership

The Committee's Charter requires that a minimum of three Trustees serves as members of the Committee. As appointed by the Chair of the Board, the following four Trustees served on the Committee as of December 31, 2019:

Mark Fischl, Chair
Matthew Cordaro
Peter J. Gollon, Ph.D.
Ali Mohammed

Meetings

The Committee is required to meet as often as it determines necessary, but not less frequently than four times per year. As of December 31, 2019, the Committee met five times consistent with the requirements of its Charter.

Committee Activities

During 2019, the Committee satisfied each of the obligations contained in its Charter, including the following key activities:

Review of the:

- Annual Update to the Emergency Restoration Plan
- 2019 Utility 2.0 Filing and Proposals

Recommendations to approve the:

- Annual Report and Amendments on the Board's Policy on Oversight, including 2018 Accomplishments Report and the 2019 Work Plan
- Authorization to Execute a Second Amended and Restated Operating Agreement with Exelon Generation for Nine Mile Point Unit 2

Approval of the:

- Annual Report on the Board's Policy on Safety
- Board Policy on Information and Physical Security

Discussion of the:

- Committee's Annual Self Report to the Board
- Summer Preparation for Power Supply and T&D
- Management Audit Implementation Plans
- Annual Energy Efficiency Report from Opinion Dynamics

- Annual Report and Amendments on the Board Policy on Construction of Transmission and Distribution Projects and Briefing on Public Outreach on Major Construction Projects
- PSEG Long Island's 2020 Energy Efficiency and Renewable Plan

Updates on the:

- Public Service Commission's VDER Proceeding
- Implementation of Utility 2.0 Programs
- Value of Distributed Energy Resources
- Energy Storage on Long Island
- T&D Capital Budget and FEMA Projects

Conclusion

The Committee will continue to support the Board in discharging its responsibilities as set forth in the Charter, including overseeing PSEG Long Island's performance under the OSA, as well as monitoring the implementation of New York State's clean energy initiatives, laws, and directives, including the CLCPA and the Siting Act, and is available to provide assistance and guidance regarding any additional responsibilities requested by the Trustees or the Chair of the Board.