

**FOR CONSIDERATION**

June 23, 2021

**TO:** The Board of Trustees  
**FROM:** Thomas Falcone  
**SUBJECT:** Amendment of the 2021 Capital Budget

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**Requested Action**

The Board of Trustees (the “Board”) of the Long Island Power Authority (the “LIPA”) is requested to adopt a resolution attached hereto as **Exhibit “A”** amending the 2021 Capital Budget as described below.

**Discussion**

In April 2021, LIPA Staff requested that PSEG Long Island initiate negotiations for the purchase of certain properties that became available for sale in 2021, which expenditures were not anticipated during the 2021 budget process.

The proximity of such currently available properties adjacent to certain LIPA substations will serve to provide more flexibility in LIPA’s future planning and expansion needs. There are numerous New York State Climate Leadership & Community Protection Act (“CLCPA”) initiatives that may drive the need for these additional properties within the next 10 years for, among other possible uses, (i) large scale injections of offshore wind; (ii) new interties; (iii) siting of battery storage; and (iv) step down equipment for the conversion of existing 138 kV lines.

As a result, it is recommended that the approved 2021 Capital Budget be increased through this amendment by the final purchase price amount of such properties, not to exceed \$30 million, as determined by LIPA’s Chief Executive Officer or his delegate.

**Recommendation**

Based upon the foregoing, I recommend approval of the above requested action by adoption of a resolution in the form attached hereto.

Attachments

**Exhibit “A”** Resolution

**RESOLUTION APPROVING AN AMENDMENT OF THE 2021 CAPITAL BUDGET**

**WHEREAS**, the Long Island Power Authority (“Authority”), through its wholly owned subsidiary, LIPA, owns the electric transmission and distribution system serving the counties of Nassau and Suffolk and a small portion of the County of Queens known as the Rockaways; and

**WHEREAS**, the Board of Trustees is required to approve annual budgets for the operations of the Authority and for capital improvements; and

**WHEREAS**, the Board of Trustees adopted the 2021 Capital Budget at the December 16, 2020 meeting; and

**BE IT FURTHER RESOLVED**, that the Board of Trustees approves an increase to the 2021 Capital Budget through this amendment by the final purchase price of certain properties, not to exceed an increase of \$30 million, as determined by LIPA’s Chief Executive Officer or his delegate.

Dated: June 23, 2021