For Immediate Release: Wednesday, April 30, 2025

Long Island Power Authority Board of Trustees Votes Not to Approve a Proposed New Management Contract with Quanta Services, Inc.

This decision extends the procurement process for operational and management services for LIPA's electric system on Long Island and the Rockaways, which was set to begin in 2026.

Uniondale, NY – The Long Island Power Authority (LIPA) Board of Trustees today voted not to approve a <u>recommendation by LIPA staff</u> for a new 10-year contract with Quanta Services, Inc., a utility services company based in Houston, Texas, to become the next service provider to manage and operate the electric grid on Long Island and the Rockaways, which would have been effective January 1, 2026.

This vote came on a management recommendation developed under a process that began in May 2024, with LIPA issuing a competitive Request for Proposals for Operations Services. While the next steps are still to be determined, this remains an active procurement.

Tracey Edwards, Chair of the Board of Trustees, said, "The Board of Trustees takes its responsibility to LIPA's customers seriously, and our vote today reflects careful and thorough consideration. Ultimately, the lack of demonstrated experience in end-to-end utility operations and the higher projected costs were concerns the Board could not overlook. We remain committed to identifying a path forward that delivers the greatest value for customers, particularly in the areas of reliability, storm response, customer service, and cost."

John Rhodes, Acting Chief Executive Officer, said, "Today's action by the Board is significant. While work remains to be done as we seek to align and, ultimately, come to an agreement with our future service provider, we are committed to ensuring the outcome is in the best interests of our customers and the continuity of service."

LIPA's service territory includes Nassau and Suffolk Counties on Long Island and the Rockaway Peninsula in Queens County, serving over 1 million residential customers. and approximately 134,000 commercial customers. As the owner of the electrical transmission and distribution system serving the local community, LIPA has historically contracted for most of the operations and management services and power supply and fuel management services used to operate the electric grid.

Since 2014, LIPA has contracted with PSEG Long Island, a subsidiary of Public Service Enterprise Group Incorporated (PSEG), a publicly traded diversified energy company, for management services. The current contract with PSEG Long Island expires on December 31, 2025.

¹ LIPA's Service Territory does not include the Villages of Rockville Centre, Freeport, and Greenport.

ABOUT THE LIPA BOARD

LIPA's Board of Trustees consists of nine Long Island and Rockaway residents appointed by New York's elected officials. These unpaid volunteers serve Long Island's electric customers by delivering clean, reliable, and safe electric service at affordable rates.

The Board of Trustees adopts LIPA's annual budget, establishes policies and priorities for the Long Island and Rockaways electric grid, oversees contractual agreements, and manages independent auditors, always acting in the best interest of LIPA's customers.

ABOUT LIPA

LIPA is a not-for-profit public utility that aims to serve our customers and community by providing clean, reliable, and affordable energy to Long Island and the Rockaways. LIPA contracts with PSEG Long Island to manage its electric system to performance standards specified by its Board of Trustees under a long-term contract. For more information, visit lipower.org and follow us on LinkedIn.