

LONG ISLAND POWER AUTHORITY
MINUTES OF THE FINANCE AND AUDIT COMMITTEE MEETING
HELD ON SEPTEMBER 25, 2025

The Finance and Audit Committee of the Long Island Power Authority (“LIPA”) was convened at 8:36 a.m. at LIPA’s Headquarters, Uniondale, NY, pursuant to legal notice given on September 19, 2025 and electronic notice posted on the LIPA’s website.

The following LIPA Trustees were present:

Dominick Macchia, Acting Committee Chair
David Manning, Committee Chair (via video conferencing)
Valerie Anderson Campbell, Committee Member

Representing LIPA, in person, were Carrie Meek Gallagher, Chief Executive Officer; Bobbi O’Connor, General Counsel and Board Secretary; Donna Mongiardo, Chief Financial Officer; Rich Tinelli, Controller; Jen Hayen, Director of Communications; and Bill Robins, Senior Digital Specialist. Participating in the video conferencing were Cathy Widmark, Director of Audit Services and Jason Horowitz, Assistant General Counsel and Assistant Secretary to the Board.

Representing PSEG Long Island, in person, was Martin Shames, Senior Director of Finance. Representing KPMG, in person, were Kevin Lyons, Lead Audit Engagement Partner and Stephen Scelfo, Lead Audit Engagement Senior Manager.

Representing the Department of Public Service was Nick Forst, Acting Director.

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

Acting Chair Macchia stated that the first item¹ on the agenda is the Overview of Financial Results to be presented by Donna Mongiardo and Martin Shames.

¹Item was presented out of order from the originally published agenda due to quorum issue at the outset of the Committee meeting.

Ms. Mongiardo and Mr. Shames presented the Overview of Financial Results and then took questions from the Trustees.

Acting Chair Macchia stated that the next item on the agenda is the Review of Quarterly Financials Ended June 30 to be presented by Rich Tinelli.

Mr. Tinelli presented the Review of Quarterly Financials Ended June 30 and then took questions from the Trustees.

Acting Chair Macchia stated that the next item on the agenda is the Discussion of Independent Auditors 2025 Audit Plan to be presented by Kevin Lyons and Stephen Scelfo of KPMG.

Messrs. Lyons and Scelfo presented the Discussion of Independent Auditors 2025 Audit Plan and then took questions from the Trustees.

Acting Chair Macchia stated that the next item on the agenda is the Discussion of Internal Audit Activities to be presented by Cathy Widmark.

Ms. Widmark presented the Discussion of Internal Audit Activities and then took questions from the Trustees.

Acting Chair Macchia stated that the next item on the agenda is the Discussion of Management and Operations Audit Progress Report to be presented by Cathy Widmark.

Ms. Widmark presented the Discussion of Management and Operations Audit Progress Report and then took questions from the Trustees.

Acting Chair Macchia stated that the next item on the agenda is Consideration of Recommendation to Select a Firm to Provide Actuarial Services be presented by Rich Tinelli.

Mr. Tinelli presented the following action item and took questions from the Trustees:

Requested Action

The Finance and Audit Committee (the “Committee”) of the Board of Trustees (the “Board”) of the Long Island Power Authority (“LIPA”) is requested to approve a resolution, attached hereto as Exhibit “A”, recommending that the Board authorize the Chief Executive Officer, or her designee, to engage Cheiron, Inc. (“Cheiron”) to provide Actuarial Services to LIPA for a term not to exceed five (5) years.

Background

LIPA has an on-going need for actuarial services related to a variety of aspects of its business including calculations of ongoing pension and Other Post-Employment Benefits (“OPEB”) liabilities specific to LIPA employees and to advise LIPA management on matters relevant to the pension and OPEB costs that are flowed through to LIPA by PSEG Long Island, and by National Grid through the Power Supply Agreement.

Discussion

On May 15, 2025, LIPA issued a Request for Proposals (“RFP”) seeking qualified firms to provide actuarial services to LIPA. The RFP was distributed to 24 firms including MWBE firms, advertised in the NYS Contract Reporter, and posted on LIPA’s website.

On or before June 10, 2025, 2 firms responded to the RFP. LIPA staff formed a selection committee to review the responses. The selection committee performed a technical evaluation by scoring each proposal, while LIPA’s procurement staff evaluated cost and the Minority and Women Owned Business Enterprises and Service-Disabled Veteran-Owned Business criteria.

The proposals were evaluated by LIPA’s Controller, Senior Manager of Financial Reporting and Compliance, Accounts Payable Supervisor and Procurement according to the guidelines set forth in the RFP, which included assessments of the firms’ experience and qualifications, their hourly rates, proposed changes to LIPA’s standard consulting contract, and their proposals to comply with state requirements for participation by minority and women-owned business enterprises. No interviews were conducted.

Based upon the written submissions and an assessment of LIPA’s needs, Cheiron was judged to be best suited to provide LIPA actuarial services for the term of this engagement. Cheiron has extensive experience advising some of the largest public companies, including utilities, in the country, as well as multiemployer and corporate pension and OPEB plans. In addition, Cheiron’s proposal noted specific experience serving as an independent actuary while another actuary is conducting the day-to-day actuarial results which is an expertise LIPA needs to assist in evaluating and overseeing the actuarial results presented by PSEG Long

Island and National Grid's actuaries. Cheiron's costs were determined to be reasonable given the services to be provided.

Recommendation

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

A motion was made and seconded, and the Trustees unanimously adopted the following resolution:

RESOLUTION RECOMMENDING THE AUTHORIZING OF THE ENGAGEMENT OF A FIRM TO PROVIDE ACTUARIAL SERVICES

NOW, THEREFORE, BE IT RESOLVED, that consistent with the attached Memorandum, the Finance and Audit Committee hereby recommends that the Board authorize the Chief Executive Officer or her designee to engage Cheiron, Inc. to provide actuarial services to the Long Island Power Authority for a term not to exceed five (5) years

Acting Chair Macchia stated that the last item on the agenda is the adoption of the minutes from the June 25, 2025 Committee meeting.

Upon motion duly made and seconded, the minutes of the June 25, 2025 meeting were approved unanimously.

Acting Chair Macchia then entertained a motion to adjourn, which was duly made and seconded, after which the meeting concluded at approximately 9:12 a.m.
