

**FOR CONSIDERATION**

January 28, 2026

**TO:** The Board of Trustees

**FROM:** Carrie Meek Gallagher

**SUBJECT:** Consideration of Approval of the Annual Review of the Finance Board Policy Package

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**Requested Action**

The Board of Trustees (the “Board”) of the Long Island Power Authority (“LIPA”) is requested to adopt a resolution approving the annual review of the Board Financial policies (i.e., Prompt Payment and Interest Rate Exchange Agreements).

**Board Policies on Prompt Payment and Interest Rate Exchange Agreement**

In accordance with the New York State Public Authorities Law (“PAL”) and governance best practices, the Board has adopted the Board Policy on Prompt Payment and the Board Policy on Interest Rate Exchange Agreements. Section 2880 of the PAL requires public authorities to adopt a prompt payment policy. Additionally, the Board Policy on Interest Rate Exchange Agreements was adopted “to properly manage the interest rate risks associated with [LIPA’s] assets and debt portfolio.”

LIPA Staff has reviewed the Board Financial policies (i.e., Prompt Payment and Interest Rate Exchange Agreements) and recommends no changes at this time.

**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 THE ANNUAL REVIEW OF THE FINANCE BOARD  
POLICY PACKAGE**

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**WHEREAS**, in accordance with the New York State Public Authorities Law (“PAL”) and governance best practices, the Board has the Board Policy on Prompt Payment and the Board Policy on Interest Rate Exchange Agreements; and

**WHEREAS**, Section 2880 of the PAL requires public authorities to adopt a prompt payment policy; and

**WHEREAS**, the Board Policy on Interest Rate Exchange Agreements was adopted “to properly management the interest rate risks associated with [LIPA’s] assets and debt portfolio.”

**NOW, THEREFORE, BE IT RESOLVED**, the Board of Trustees hereby approves the annual review of the Board Financial policies (i.e., Prompt Payment and Interest Rate Exchange Agreements).

Dated: January 28, 2026