FOR CONSIDERATION
November 18, 2026

TO: The Board of Trustees

FROM: Carrie Meek Gallagher

SUBJECT: Consideration of Approval of the Selection of Hedging Advisory & Market Intelligence Services

Requested Action

The Board of Trustees (the "Board") of the Long Island Power Authority is requested to approve a resolution, attached hereto as **Exhibit "A"**, authorizing the Chief Executive Officer, or her designee, to engage Stonex Financial, Inc. ("StoneX") to provide Hedging Advisory & Market Intelligence Services to the Long Island Power Authority for a term not to exceed five (5) years.

Background

LIPA relies on industry experts to help oversee the development and implementation of its power supply hedging program, which is administered by The Energy Authority ("TEA") on LIPA's behalf. The hedging program uses financial derivative instruments and physical supply contracts to mitigate a portion of LIPA's exposure to commodity price volatility and help stabilize customer rates.

Since January 2026, LIPA has had a contract with StoneX to provide independent monitoring of the hedging program and advice on incremental changes to the program. StoneX also provides specialized market intelligence, analytical, and benchmarking services in support of energy risk-management. Prior to its contract with LIPA, StoneX provided the same services under contract with PSEG ER&T. The current contract with StoneX is set to expire on December 31, 2026.

Discussion

Accordingly, on September 1, 2026, LIPA issued a Request for Proposals ("RFP") seeking qualified firms to continue to provide the required services.

The RFP was distributed to 11 firms with relevant qualifications, advertised in the NYS Contract Reporter, and posted on LIPA's website. Four firms responded to the RFP by the September 24, 2026 deadline. LIPA staff formed a selection committee composed of LIPA's Senior Vice President of Power Supply, LIPA's Director of Finance and Treasury, and LIPA's Senior Manager, Energy Markets and Risks to review the responses. The selection committee scored each proposal according to the technical criteria set forth in the RFP, which focused on the firms' experience and qualifications, while LIPA's procurement staff evaluated cost and the Minority and Women Owned Business Enterprises and Service-Disabled Veteran-Owned Business criteria.

Based upon the written submissions and an assessment of LIPA's needs, StoneX was judged to be best suited to provide the services for the term of this engagement. StoneX brings deep market knowledge and data analytics capabilities, and leverages its work with other IOUs, Municipals and Coops to deliver insightful benchmarking of LIPA's hedging program based on industry best practices. StoneX has provided outstanding advisory services to LIPA as the incumbent provider.

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.

Attachment

Exhibit "A" Resolution

Exhibit "A"

RESOLUTION AUTHORIZING THE ENGAGEMENT OF FIRM TO PROVIDE HEDGING ADVISORY & MARKET INTELLIGENCE SERVICES

WHEREAS, the existing agreement between LIPA and Stonex Financial, Inc. ("StoneX") to provide Hedging Advisory & Market Intelligence Services in support of LIPA's power supply requirements is due to expire on December 31, 2026; and

WHEREAS, pursuant to the September 1, 2026 Request for Proposals for Power Market Advisory Services, LIPA staff selected a proposal by StoneX to provide the required services under a new agreement between LIPA and StoneX.

NOW, THEREFORE, BE IT RESOLVED, that the Chief Executive Officer and her designee be and hereby are authorized to execute and effect the advisory services agreement, and to perform such further acts and deeds as may be necessary, convenient or appropriate, in the judgment of the Chief Executive Officer or her designee, to implement LIPA's purchase of Hedging Advisory & Market Intelligence Services from StoneX.

Dated: November 18, 2026