LONG ISLAND POWER AUTHORITY

MINUTES OF THE FINANCE AND AUDIT COMMITTEE MEETING

HELD ON JUNE 24, 2026

The Finance and Audit Committee of the Long Island Power Authority ("LIPA") was convened at 9:17 a.m. at LIPA's Headquarters, Uniondale, NY, pursuant to legal notice given on June 18, 2026 and electronic notice posted on the LIPA's website.

The following LIPA Trustees were present in person:

David Manning, Committee Chair
Valerie Anderson Campbell, Committee Member
Anthony M. La Pinta, Trustee
Mary Ellen Mendelsohn, Trustee

Representing LIPA, in person, were Carrie Meek Gallagher, Chief Executive Officer; Bobbi O'Connor, Chief Legal Officer and General Counsel; Donna Mongiardo, Chief Financial Officer; Suzanne Brienza, Vice President, Customer Experience and Clean Energy; Cathy Widmark, Director, Audit Services; and Gaspare Tumminello, Manager, External Affairs.

Representing PSEG Long Island, in person, were Scott Jennings, President and Chief Operating Officer; Martin Shames, Senior Director of Finance; Veronica Isaac, Senior Manager, Customer & Community Partnerships.; and Michael Presti, Director, Customer Experience & Utility Marketing.

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

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

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

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

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Chair Manning stated that the next item on the agenda is the adoption of the minutes from the May 20, 2026 Committee meeting.

Upon motion duly made and seconded, the minutes of the May 20, 2026 meeting were approved unanimously.

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Chair Manning stated that the next item on the agenda is Consideration of Recommendation to Approve the Annual Report on the Board Policy on Economic Development and Community Engagement, to be presented by Suzanne Brienza, Michael Presti and Veronica Isaac.

Ms. Brienza 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 adopt a resolution recommending that the Board: (i) approve the annual report on the Board Policy on Economic Development and Community Engagement (the "Policy"); and (ii) find that LIPA has complied with the Policy since the last annual review, which resolution is attached hereto as Exhibit "A".

Background

The Board adopted the Policy in March 2017 with the purpose of promoting the economic growth and vitality of the service territory through the efficient use of utility plant and equipment, consistent with LIPA's mission to its customer-owners. The Board last reviewed the Policy in March 2025.

Compliance with the Policy

LIPA Staff recommends that, for the reasons set forth below, the Board find that LIPA has complied with the Policy since the last annual review of the Policy.

The Policy provides that "LIPA's vision for economic development and community engagement is to promote the economic growth and vitality of our service territory by encouraging the efficient use of utility plant and equipment and by attracting personnel to LIPA and its service provider who are purpose-oriented and dedicated to Long Island and the Rockaways." In furtherance of that vision, the Policy directs LIPA to "[attract] both large and small commercial customers to the service territory and helping such customers grow their businesses through electric rates that are discounted below LIPA's average cost of service." The Policy also provides that LIPA will "[o]ffer economic development rates and programs consistent with those offered by other utilities in the State or best practices within the electric utility industry." Since the last annual review of the Policy, LIPA's economic development rates and programs achieved the following results:

- **28 large business accounts received discounted power through the Business Development Rate and legacy New York State programs, such as the Excelsior Jobs program in 2025. These businesses received approximately $1.2 million in discounts in 2025.**

- **870 large business accounts received power through the Recharge New York program, with commodity delivered by LIPA and its service provider, in 2025 creating or retaining over 403,800, jobs.**

- **21 small business customers opened new accounts through the Vacant Space program in 2025, which encourages new businesses to occupy spaces that have been vacant for at least one year. Total incentives awarded during 2025 were $54,522.**

- **A total of $250,625 in incentives were awarded to support 12 local businesses through the Main Street Revitalization program in 2025. Since 2018, 87 projects have received $2.2 million in grants for local business renovation projects. This has enabled businesses to leverage over $176 million in private investment on projects while also creating over 1,450 jobs.**

The Policy further provides that LIPA and the service provider will "[engage] in community events, volunteerism, educational programs, and selected grant-making consistent with LIPA's powers, duties, and purpose and the framework of this Policy, with a general preference for engaging with governmental entities, not-for-profit organizations, and businesses located in the service area."

- **In 2025, 23 grants were given out to Chambers of Commerce to enable and enhance outdoor commerce, landscaping and beautification to improve appeal of business community amounting to $160,878.**

Lastly, the Policy provides that LIPA will "[endeavor] to be an agent of local economic development as a large purchaser of goods and services. In doing so, in selecting among alternatives, LIPA will take into consideration the operational, environmental, and economic benefits to the service territory, including any impact on long-term local employment."

- **LIPA has identified and engaged a third party to do an assessment of LIPA and PSEG Long Island's local and WMBE spending by category next year. The initiative will also develop a strategy to reach out to potential local and MWBE suppliers and assist them to become more competitive and knowledgeable about LIPA and PSEG Long Island.**

Annual Review of the Policy

LIPA Staff has reviewed the Policy and recommends no changes at this time.

Recommendation

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

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

RESOLUTION RECOMMENDING APPROVAL OF THE REPORT TO THE BOARD OF TRUSTEES ON THE BOARD POLICY ON ECONOMIC DEVELOPMENT AND COMMUNITY ENGAGEMENT

WHEREAS, the Board Policy on Economic Development and Community Engagement (the "Policy") was originally approved by the Board of Trustees by Resolution No. 1356, dated March 29, 2017; and

WHEREAS, the Policy was last reviewed by the Board on March 27, 2025; and

WHEREAS, the Finance and Audit Committee has conducted an annual review of the Policy and recommends that the Policy has been complied with.

NOW, THEREFORE, BE IT RESOLVED, that consistent with the accompanying memorandum, the Finance and Audit Committee hereby recommends that the Board find that LIPA has complied with the Policy for the period since the last annual review and approve the annual report to the Board.

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Chair Manning stated that the last 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 and then took questions from the Trustees.

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Chair Manning then entertained a motion to adjourn, which was duly made and seconded, after which the meeting concluded at approximately 9:46 a.m.

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