

Chief Financial Officer – Summary Report

December 17, 2013
Board of Trustees Meeting

Chief Financial Officer – Summary Report

■ Concluding Observations on 2013 Financial Performance

- Net Income is expected to remain above budget ending the year at a level exceeding \$200 million
 - **Drivers of Performance** – As has been reported over the past few months, higher than forecast hydro generation and capacity prices largely contributed to this positive performance
- At these projected levels, the business requirements for cash flow and liquidity are will be met for the year

■ Revolving Credit Agreement

- The \$550 million Revolving Credit Agreement supporting NYPA’s Commercial Paper Program was successfully renegotiated for an additional year pursuant to its terms and prior Trustee authorization
 - **Significant Savings** – Commitment Fees will be reduced from 65 basis points to 35 bps per annum for an annual savings of approximately \$1.7 million
- As part of this process, each of the three Ratings Agencies reaffirmed NYPA’s solid credit ratings