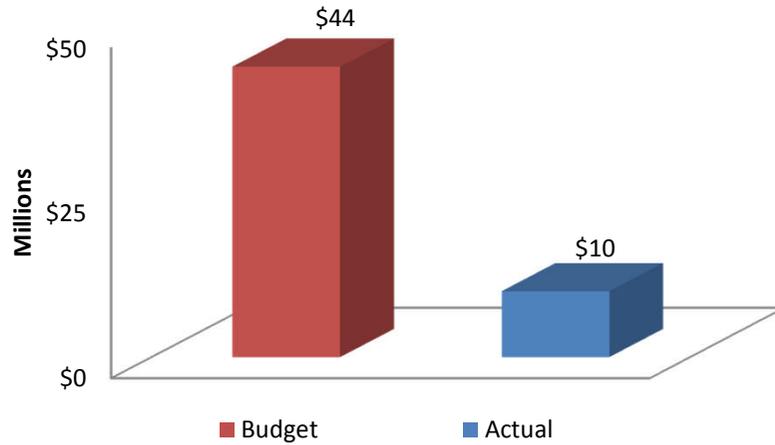


Chief Financial Officer- Summary Report

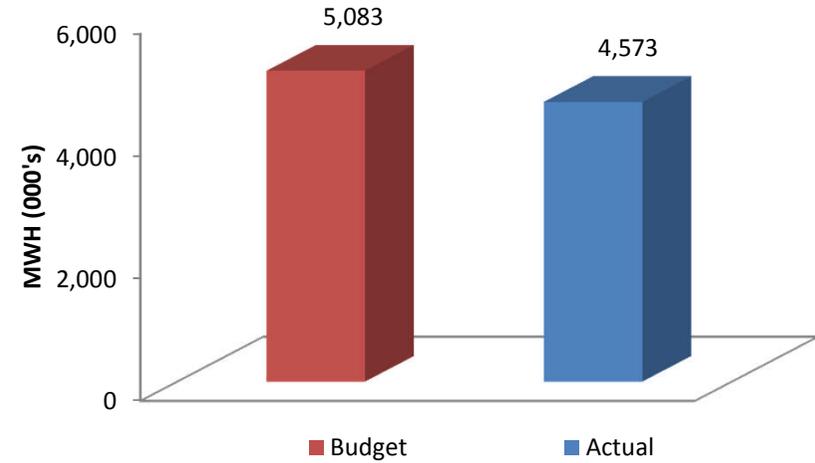
**Two Months Ended
February 28, 2015**

YTD February 2015

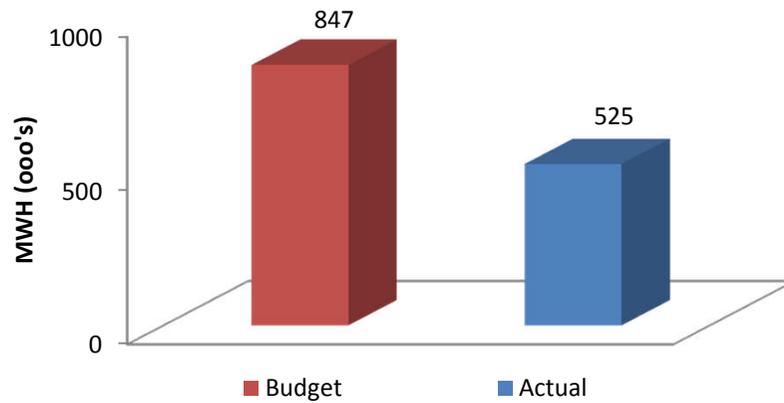
Net Income



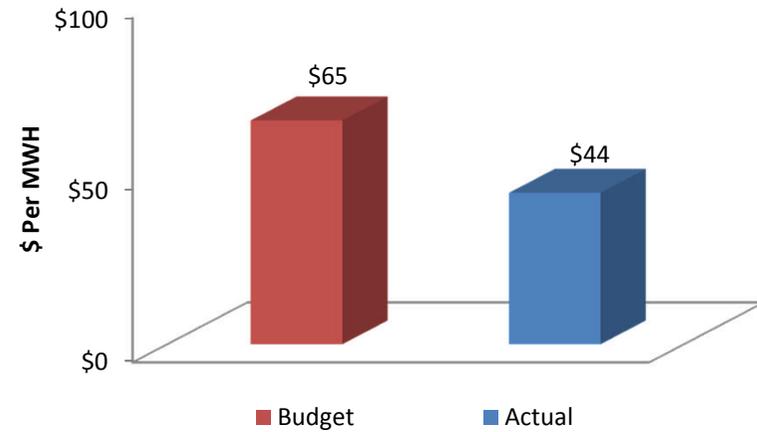
Net Generation



NYISO Sales Zone A MWH



NYISO Sales Zone A Prices



Highlights

- Net income for the two months ended February 28, 2015 was \$9.9 million, which was \$34.4 million lower than budgeted due primarily to a lower net margin on sales (\$53.7 million), partially offset by lower other operating expenses (\$8.3 million), lower operations and maintenance expenses (\$7.8 million) and higher non-operating income (\$5.1 million).
- Margins on market-based sales were lower than budgeted primarily at Niagara (\$33.9 million), St. Lawrence (\$7 million) and the SSCP's (\$6.8 million) due to lower energy revenues resulting from significantly lower prices, and the impact of 17% lower Niagara production caused by low precipitation and less than normal ice thaw.
- Other operating and operations and maintenance expenses reflected early year timing differences. Non-operating income included a mark-to-market gain on the Authority's investment portfolio (\$3.0 million) due to lower than expected market interest rates.
- As authorized by the Trustees in February 2015, the Authority made a \$42 million voluntary contribution to the Empire State Development Corp. in support of the Open for Business economic development initiative. This payment was included in the January budget.