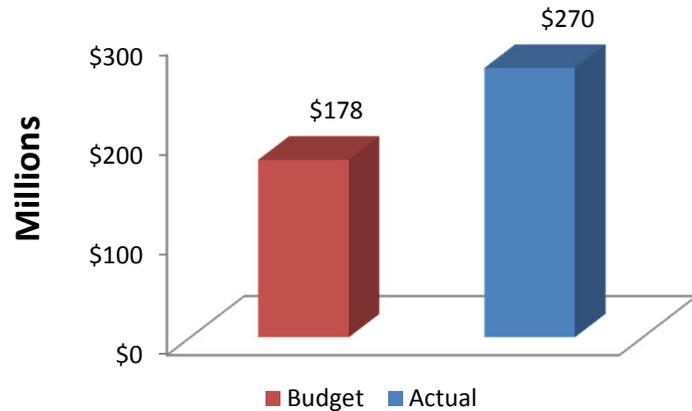


Chief Financial Officer- Summary Report

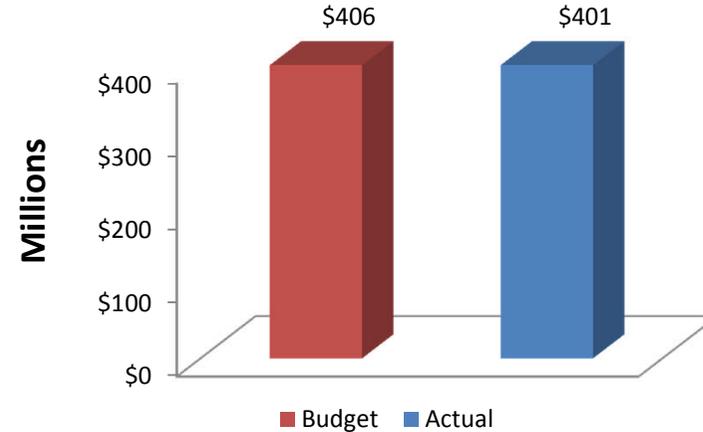
For the Year ended December 31, 2014

Financial Summary Report – December 2014

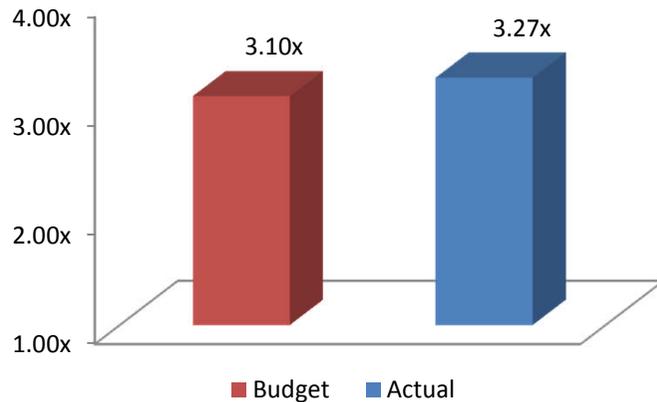
Net Income 2014 Year-End



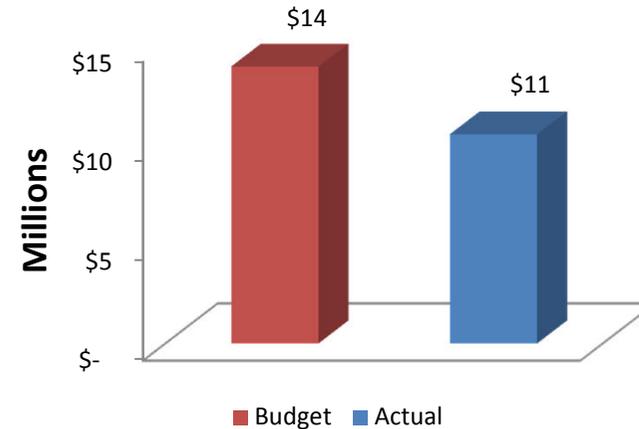
O&M 2014 Year-End



Debt Service Coverage 2014 Year-End



December 2014 Net Income



Preliminary amounts in this report are subject to adjustment based on the true-up of estimates and completion of the independent audit.

Financial Summary

- Net income for the year 2014 was \$269.7* million, which was \$92.0 million higher than the budget:
 - Higher margins on market-based sales (\$31.2 million) primarily due to higher market energy prices during the winter months were partially offset by the impact of lower energy prices due to the mild summer weather.
 - Lower O&M (\$4.9 million) and other operating expenses (\$48.2 million) including underruns in non-recurring projects, industrial incentive awards, and the energy efficiency and solar market acceleration programs.
 - Non-operating income was higher by \$12.4 million including insurance reimbursements related to prior year transformer equipment failures, and the positive impact of a smaller mark-to-market loss on the Authority's investment portfolio due to lower market interest rates.
- Net income for December was \$10.5 million, which was \$3.4 million lower than budgeted primarily due to a lower net margin on sales (\$2.6 million) and higher operating expenses (\$4.2 million) partially offset by higher other income (\$2.6 million). Net margins were lower primarily due to lower prices on market sales. O&M for the month included \$3.5 million related to a gas turbine repair at the Gowanus SCPP.

**Preliminary amounts subject to adjustment based on the true-up of estimates and completion of the independent audit.*