

Western New York Economic Development Fund ("Fund") Update¹

as of *January 2014*

The Fund

Total Deposits to the Fund to Date:	\$27,534,334
Recent Deposits (<i>included in total above</i>):	\$1,321,000
Total Administrative Expenses Withdrawn:	\$0
Total Awards of Fund Benefits Recommended by the WNYPPAB to Date ² :	\$14,804,412

Timeframe for Next Expected Deposit to the Fund: April, 2014

Total Award Recommendations Approved by the NYPA Trustees to Date: \$12,804,412

Total Fund Benefits Currently Available to be Awarded: \$12,729,922

Energy-Related Projects³

Minimum % of the Total Deposits to the Fund Dedicated to Energy-Related Projects:	15%
Current Minimum Amount of the Fund Dedicated to Energy-Related Projects:	\$4,130,150

Total Awards Made for Energy-Related Projects to Date:	\$1,190,000
Total Awards Made for Energy-Related Projects to Date as a % of Total Deposits:	4%

Fund Benefits Currently Available to be Awarded for Energy-Related Projects Only: \$2,940,150

Today's Recommendations

Total Recommendations Before the Board Today:	2
Total Award Recommendations Before the Board Today:	\$245,570

Expansion Power ("EP") and Replacement Power ("RP") Summary

Estimated Unallocated EP and RP to Date (MW):	43
Estimated Allocated but Unused Hydropower to Date (MW) ⁴ :	<u>51</u>
Total Estimated Unutilized EP and RP as of January 1, 2014 (MW) ⁵ :	94

¹ The "Fund", known as the "Western New York Economic Development Fund", is created and administered by the New York Power Authority ("NYPA"). It is funded with the aggregate excess of revenues ("Net Earnings") received by NYPA from the sale of Expansion and Replacement Power produced at NYPA's Niagara Power Project that was sold in the wholesale energy market over what revenues would have been received had such Power been sold on a firm basis to an eligible Expansion or Replacement Power customer.

² Funds awarded to applicants to the Fund who are recommended for an award by the WNYPPAB and approved by the NYPA Trustees are known as "Fund Benefits." Disbursement of Fund Benefits is subject to satisfaction of certain terms and conditions.

³ As defined by the Western New York Power Proceeds Allocation Act, a minimum of 15% of Fund Benefits shall be dedicated to "energy-related projects, programs and services". In accordance with EDL § 189-a(6), "energy-related projects, programs and services" means: (1) energy efficiency projects and services; (2) clean energy technology projects and services; (3) high performance and sustainable building programs and services; and (4) the construction, installation and/or operation of facilities or equipment done in connection with any such projects, programs or services.

⁴ The NYPA Trustees may allocate Expansion Power ("EP") or Replacement Power ("RP") to hydropower customers that receive, or takedown, the power in phases up to their total allocated MW amount as needs dictate. Power that is allocated to hydropower customers but that is not taken down contributes to WNYEDF "Net Earnings".

⁵ Unutilized EP and RP consists of an estimate of both unallocated hydropower and allocated hydropower that has not been taken down by customers.