



2013 Long Term Economic Outlook

Arthur Maniaci

*Supervisor, Load Forecasting & Energy Efficiency
New York Independent System Operator*

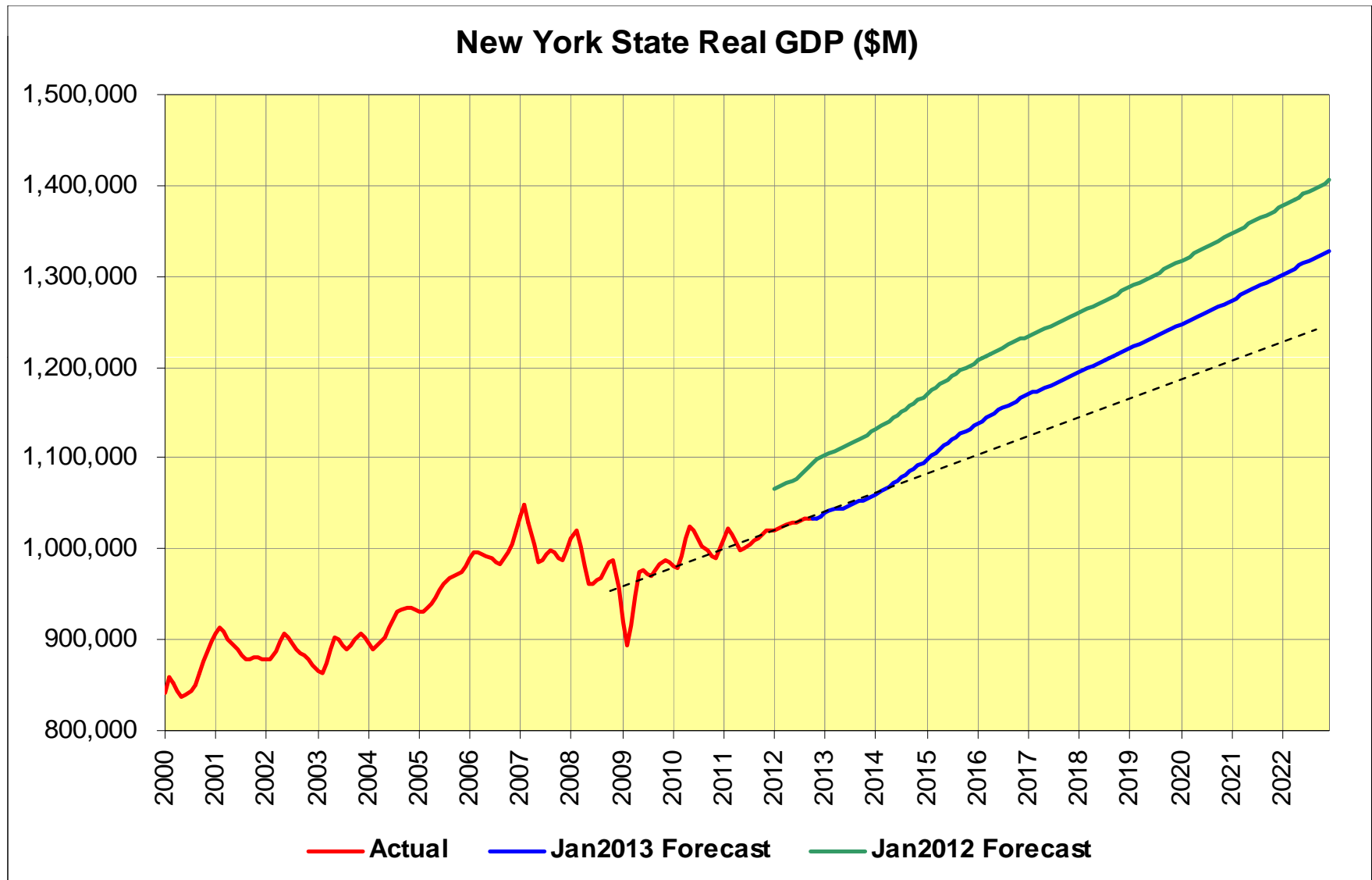
Electric System Planning Working Group

February 5, 2013

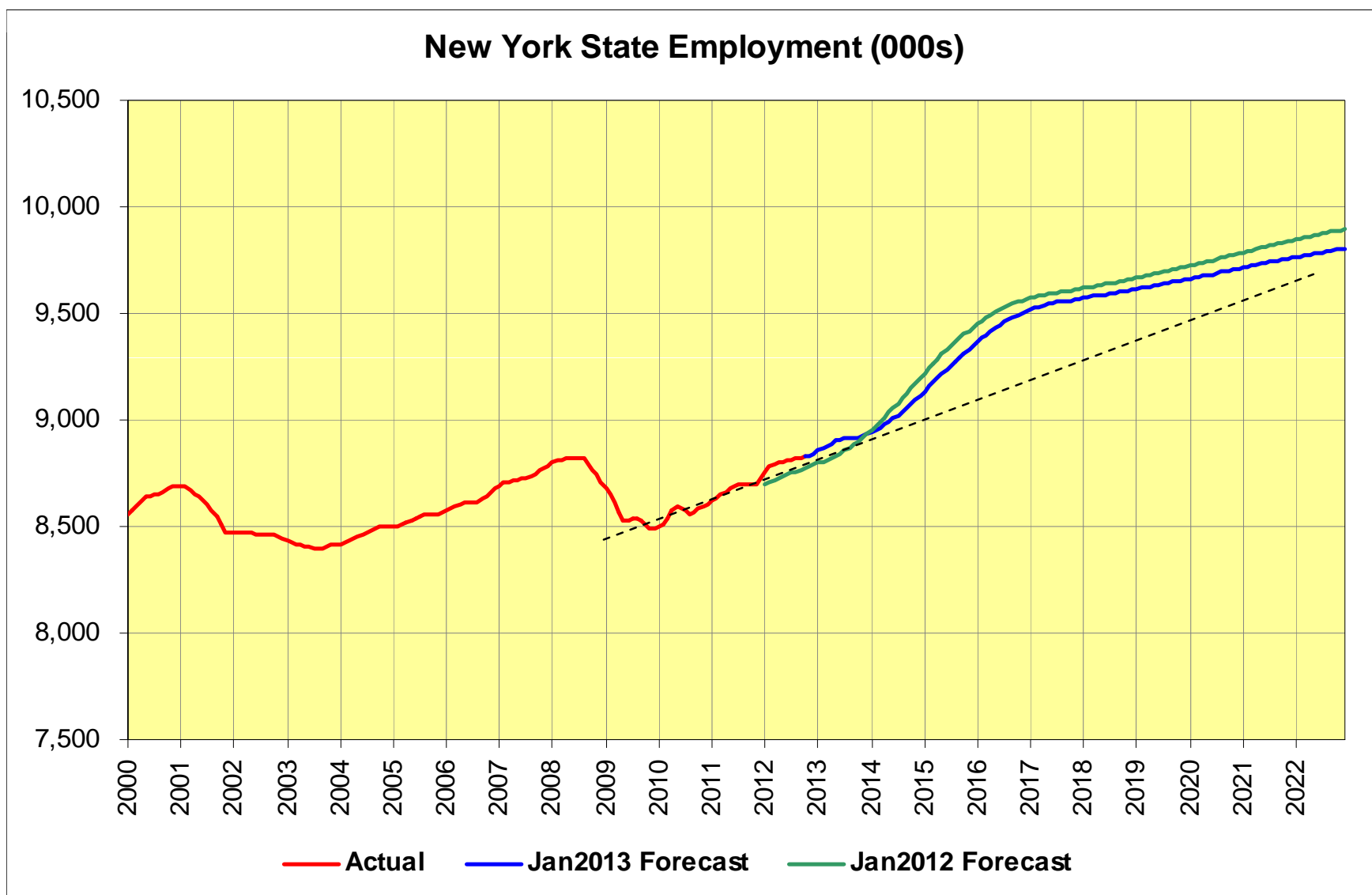
KCC (Teleconference)

Summary

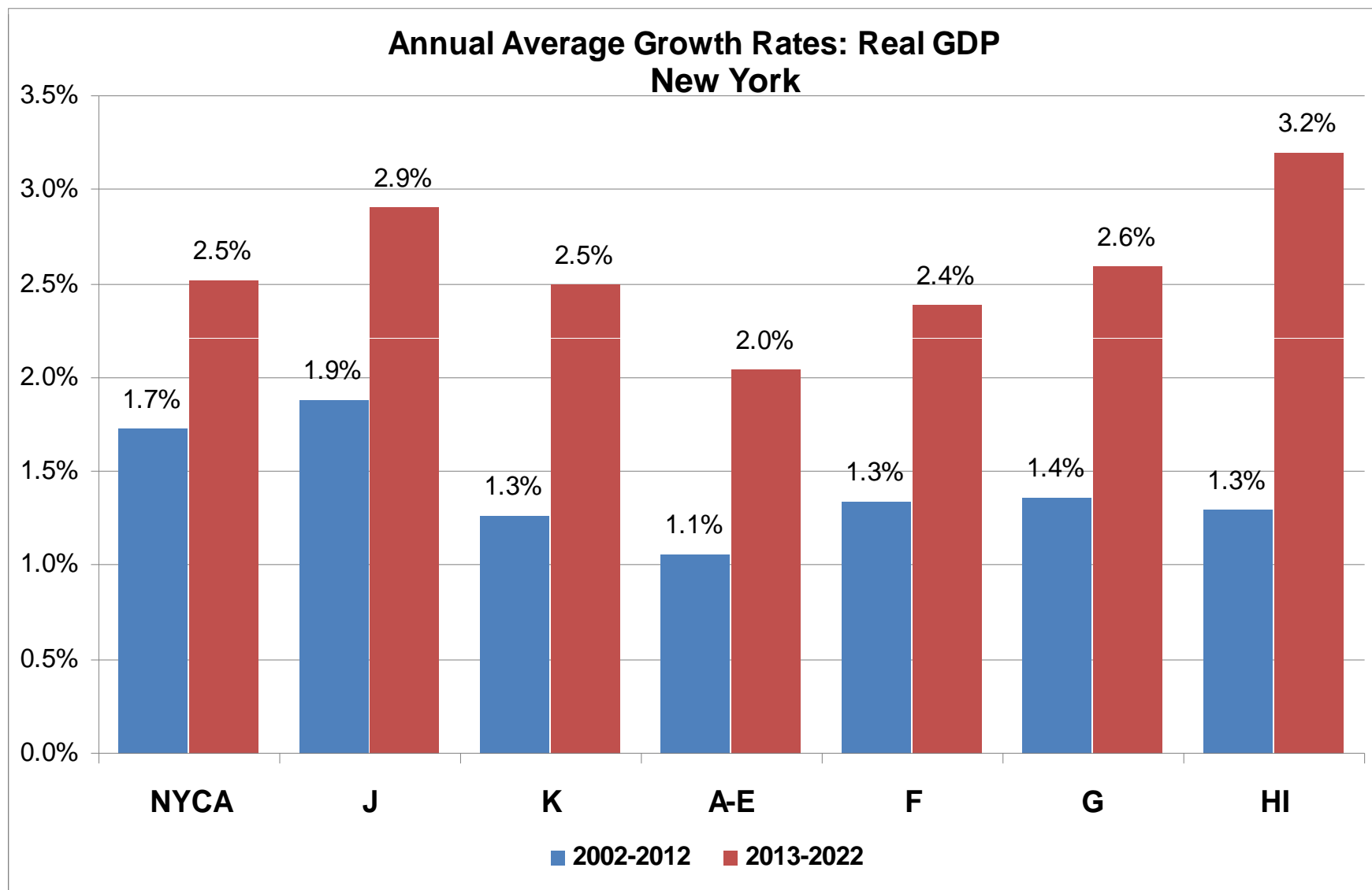
- ◆ **Moody's Analytics forecast was prepared in December, 2012, just prior to the Fiscal Cliff legislation passed by Congress at the end of 2012.**
 - *Tax assumptions were similar to what was passed.*
 - *Assumes some federal budget cuts will be made in 2013.*
- ◆ **Economic outlook shows acceleration in growth from 2015 to 2017, due to several factors and assumptions**
 - *Increases in new homes built & autos purchased.*
 - These have a large multiplier effect on entire US economy
 - *Corporate and banking profits are strong, and much of their business investments will remain in US, spurring job creation.*
 - *Assumes that gap in federal spending and revenue is eventually reduced through Federal Legislative initiatives.*



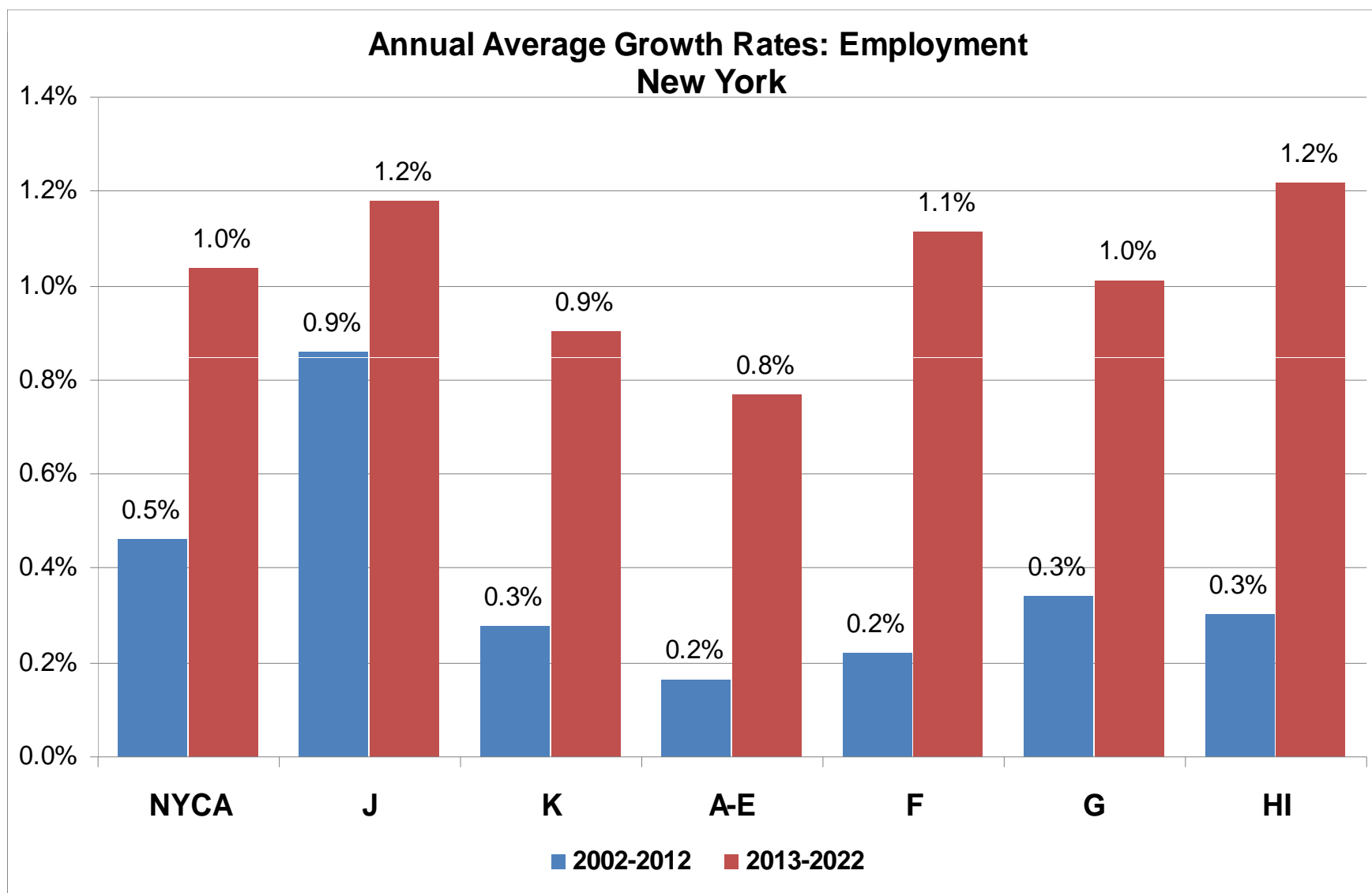
All data obtained from Moody's Analytics, December 2012



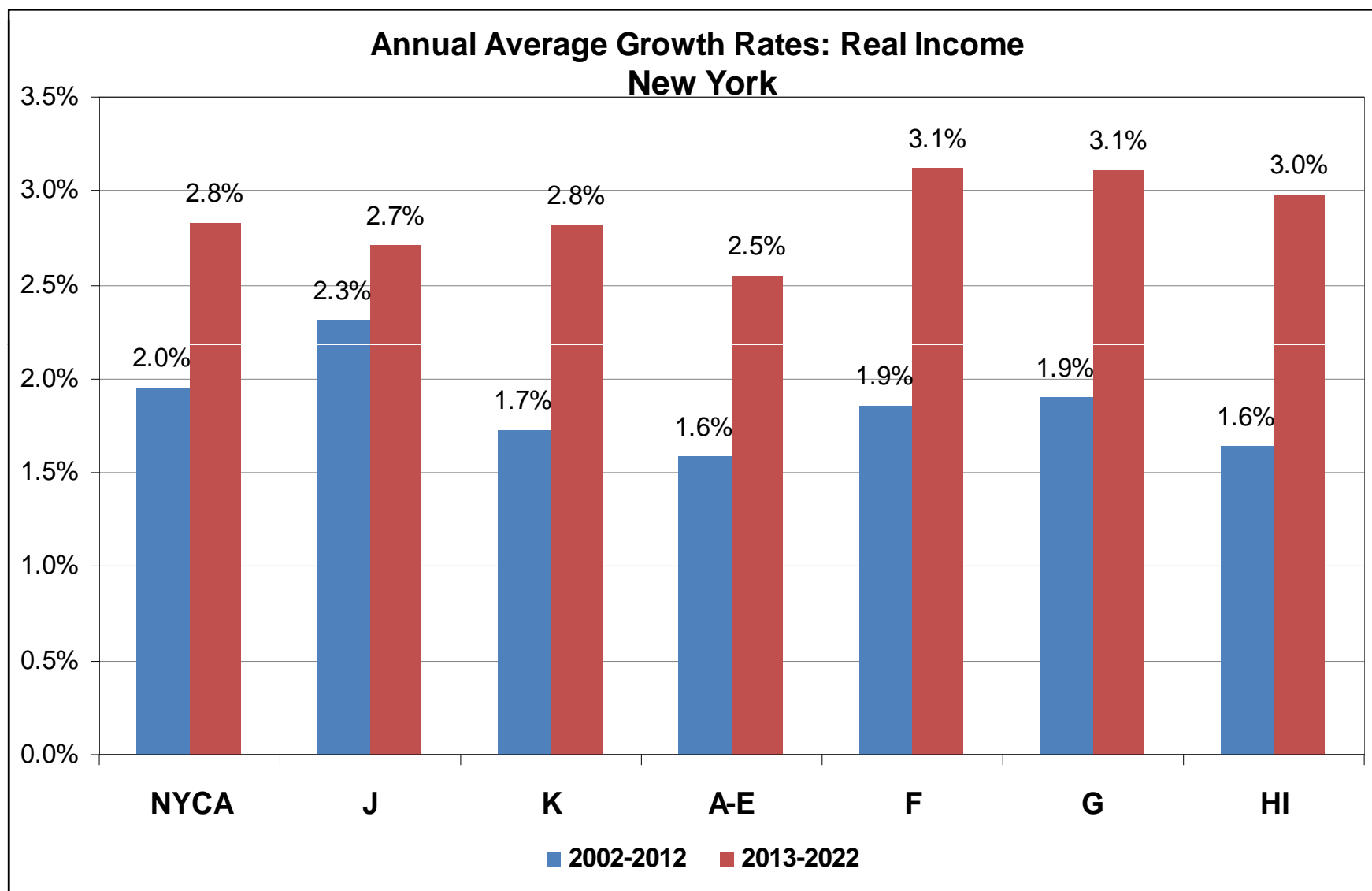
All data obtained from Moody's Analytics, December 2012



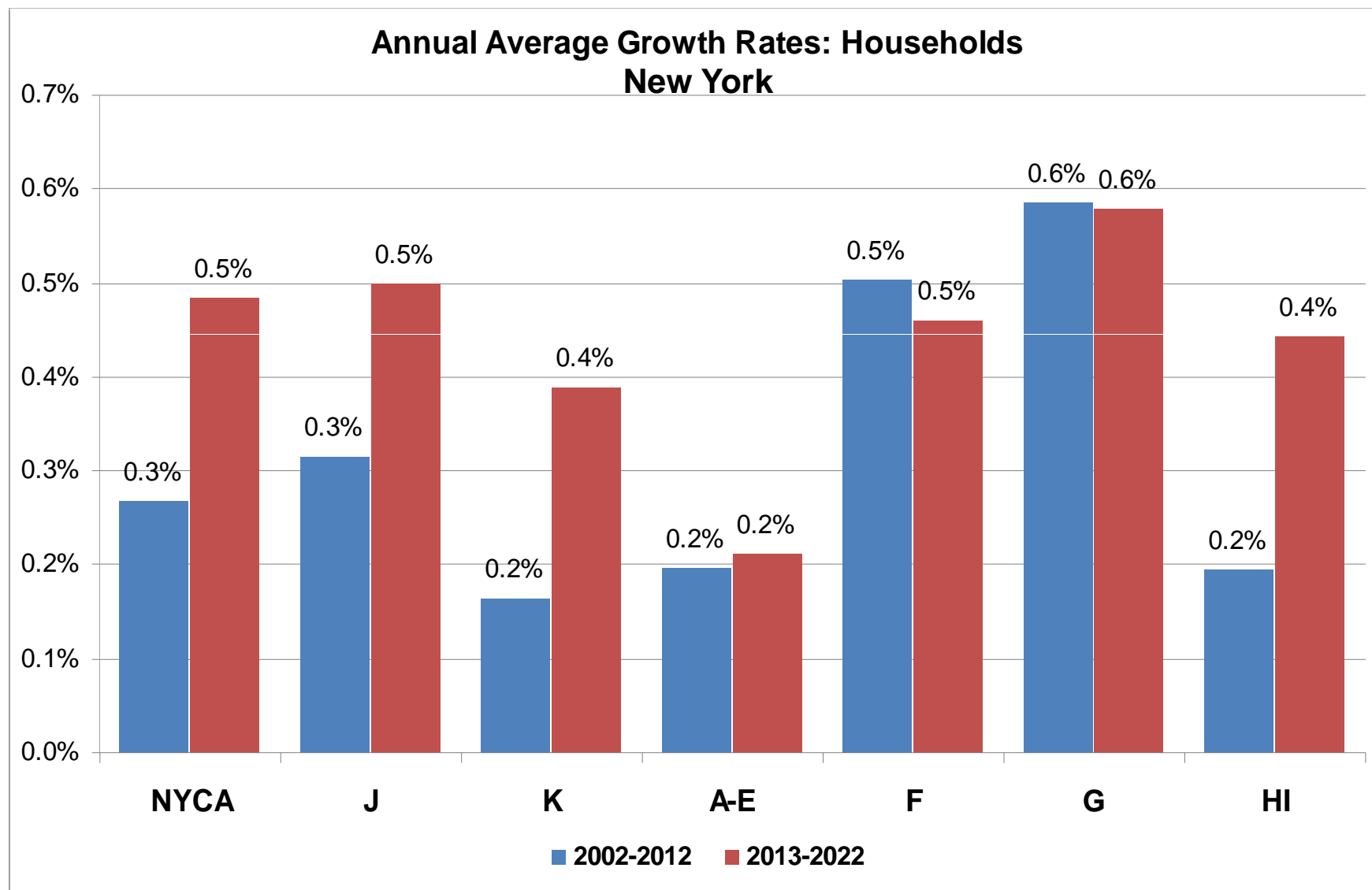
All data obtained from Moody's Analytics, December 2012



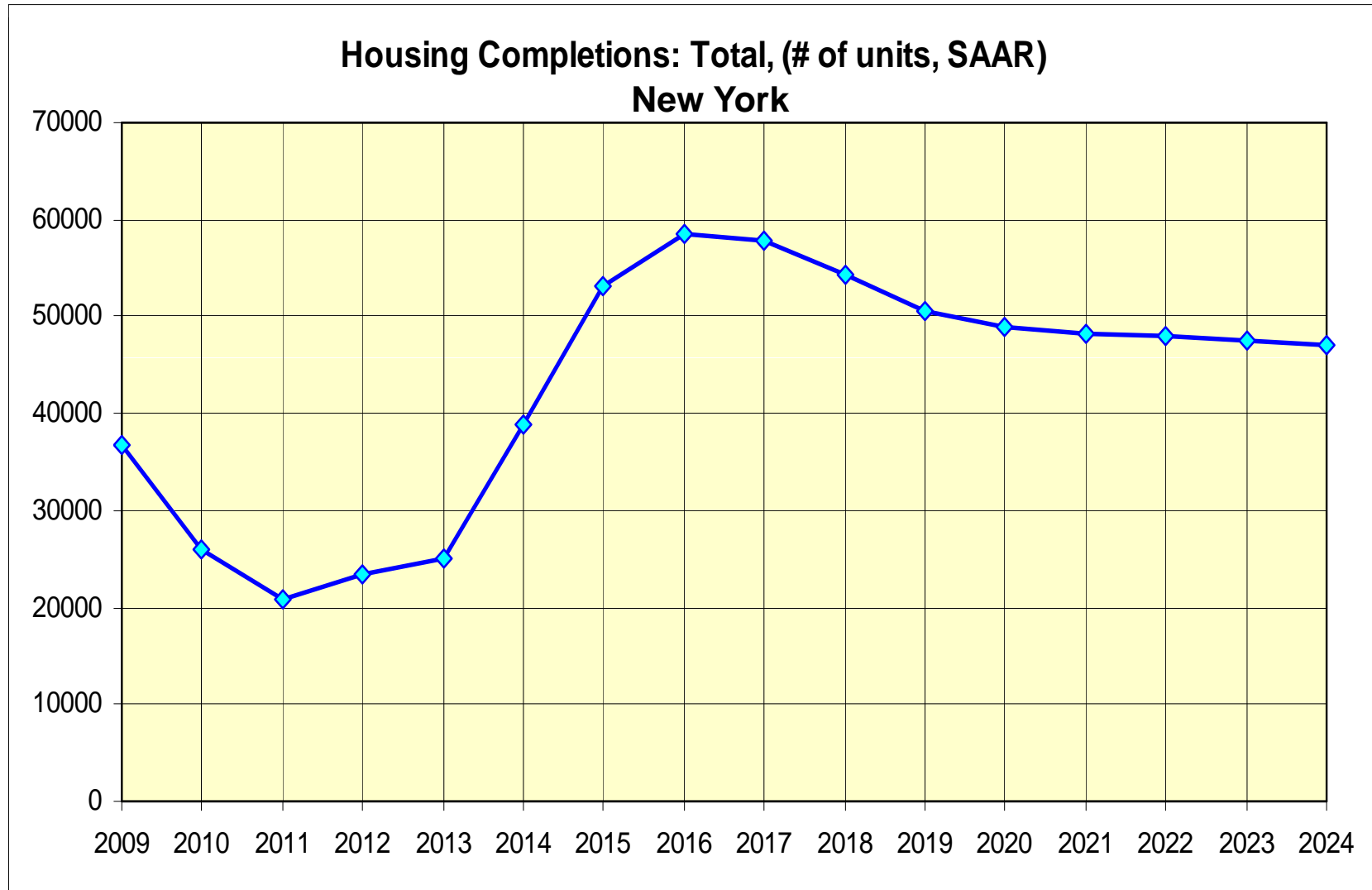
All data obtained from Moody's Analytics, December 2012



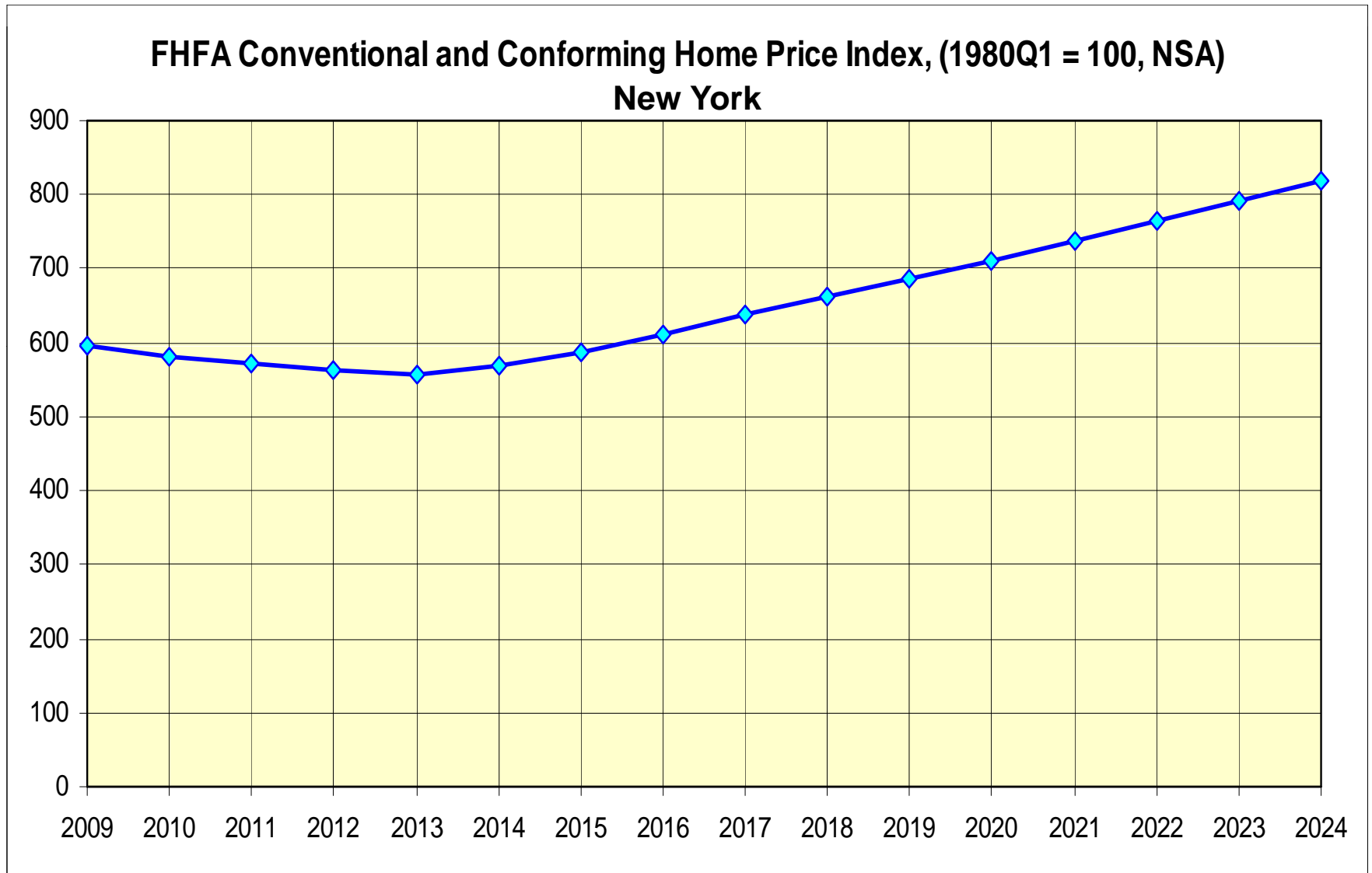
All data obtained from Moody's Analytics, December 2012



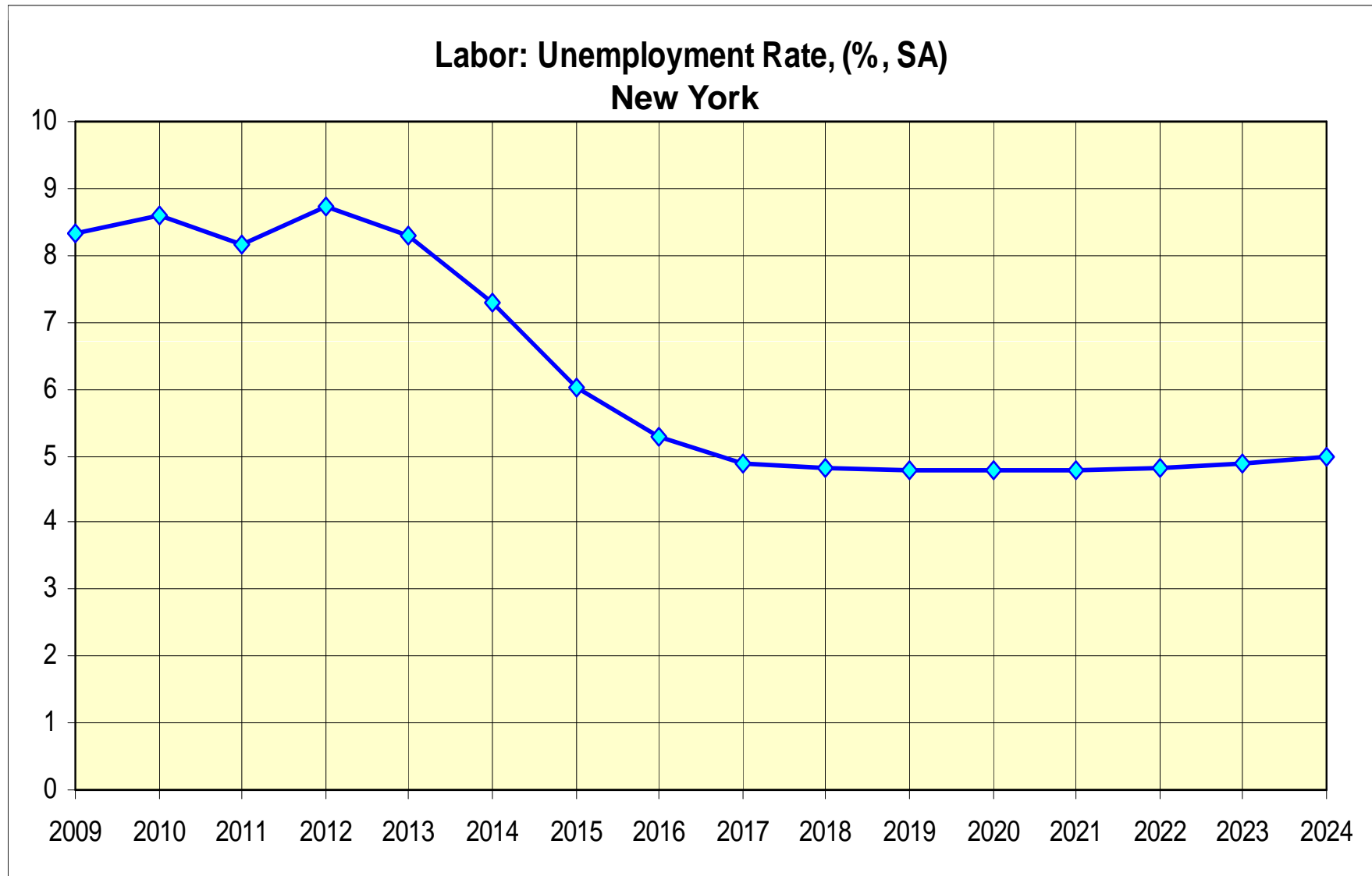
All data obtained from Moody's Analytics, December 2012



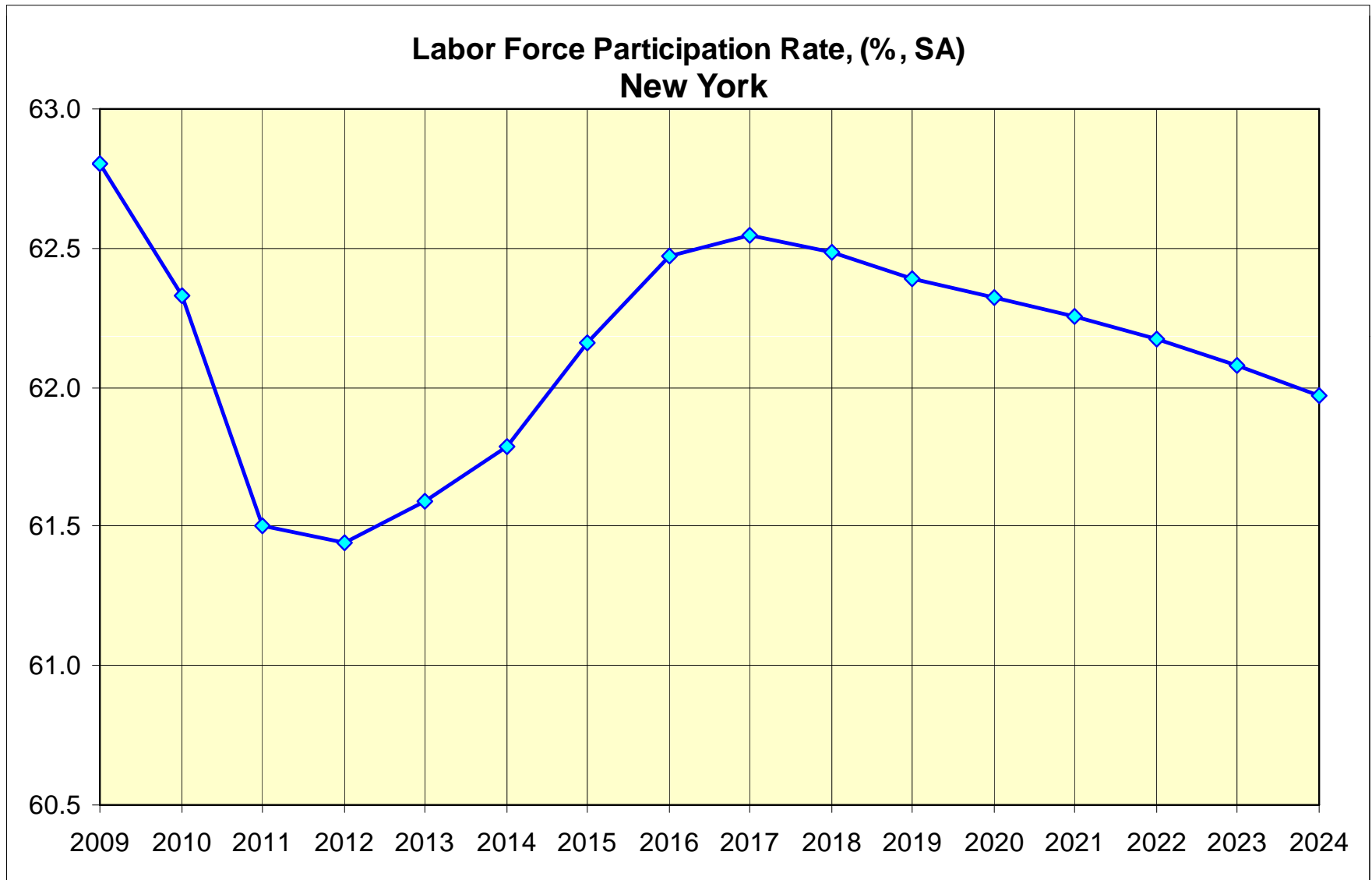
All data obtained from Moody's Analytics, December 2012



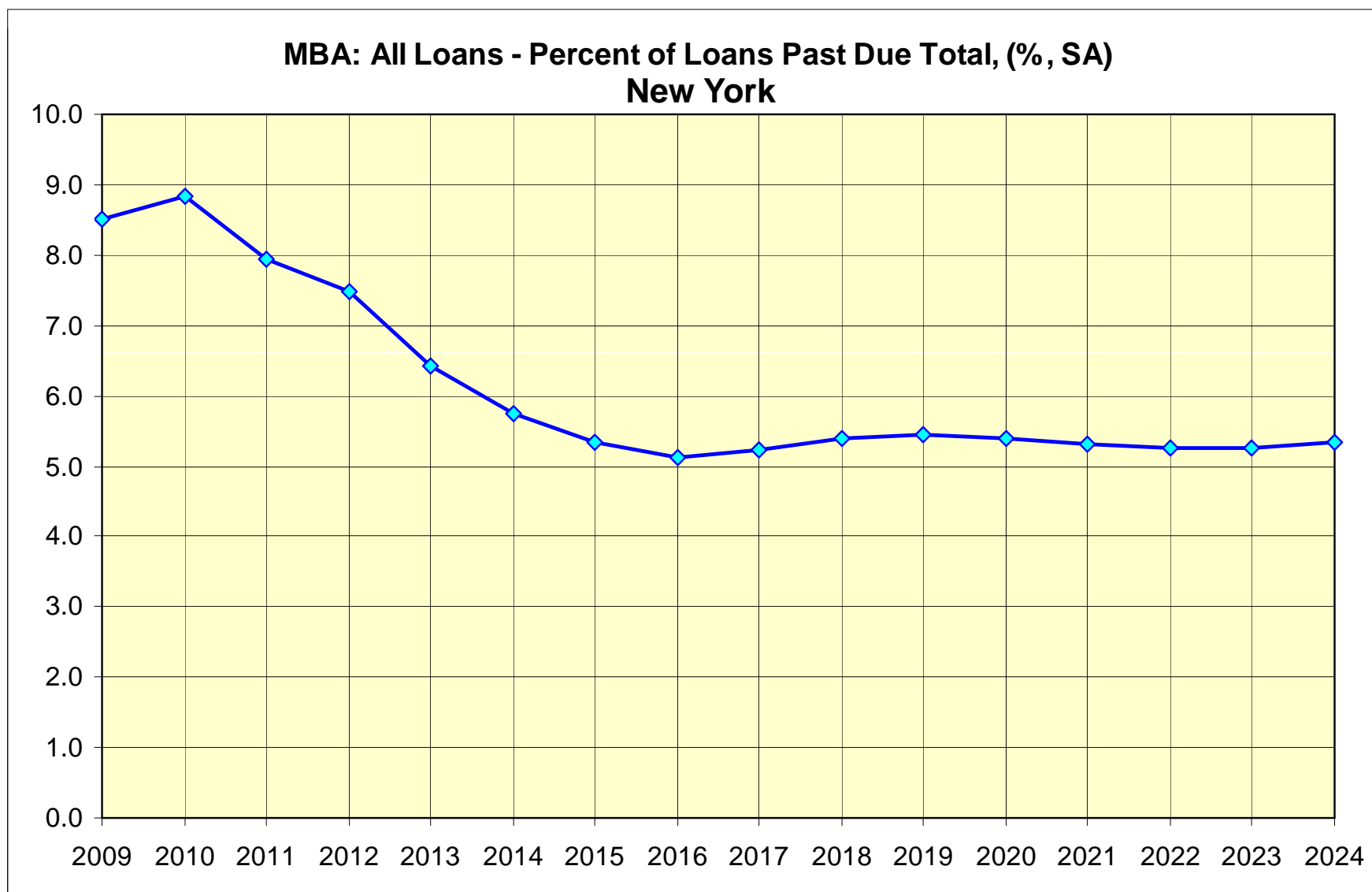
All data obtained from Moody's Analytics, December 2012



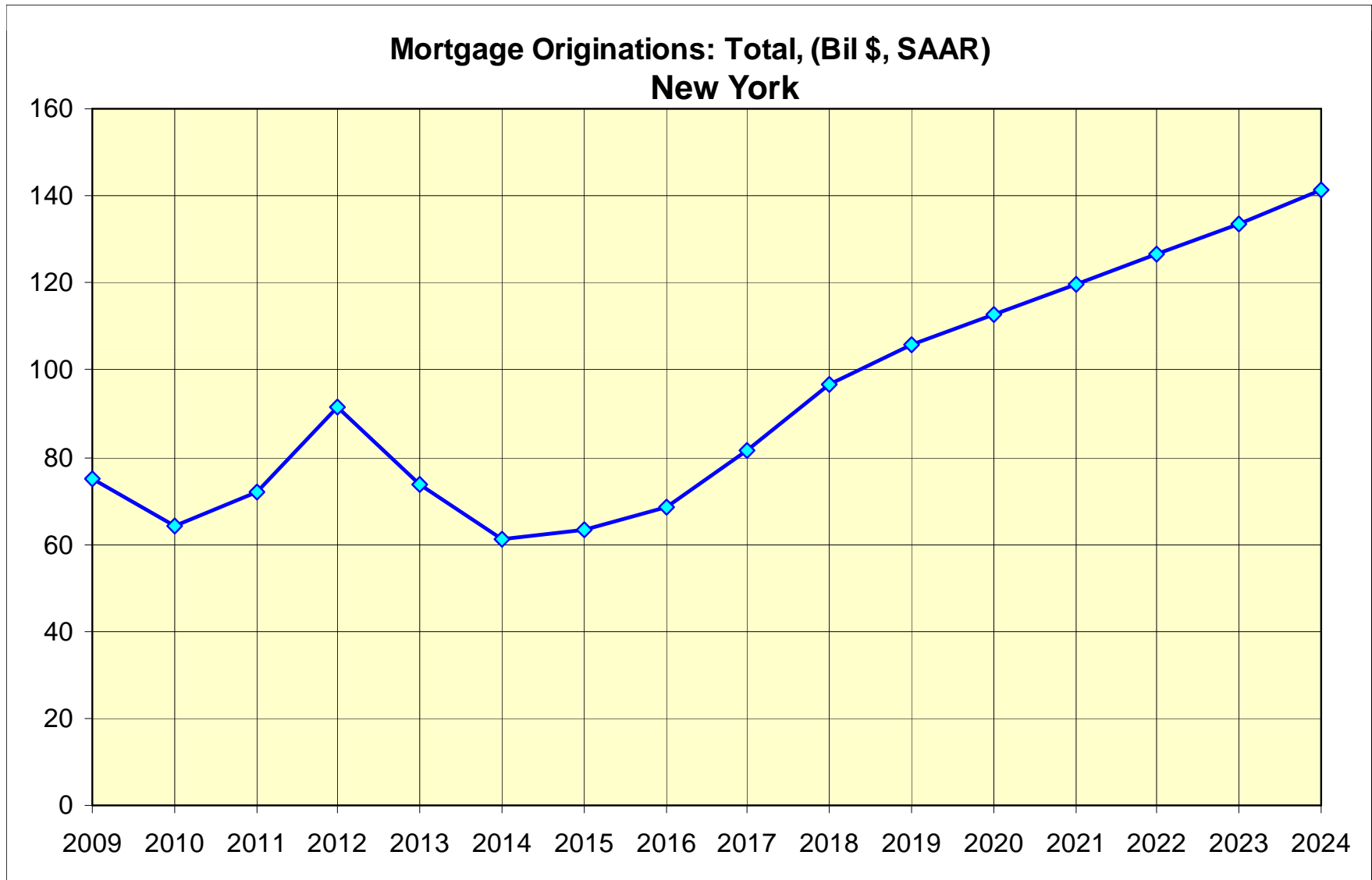
All data obtained from Moody's Analytics, December 2012



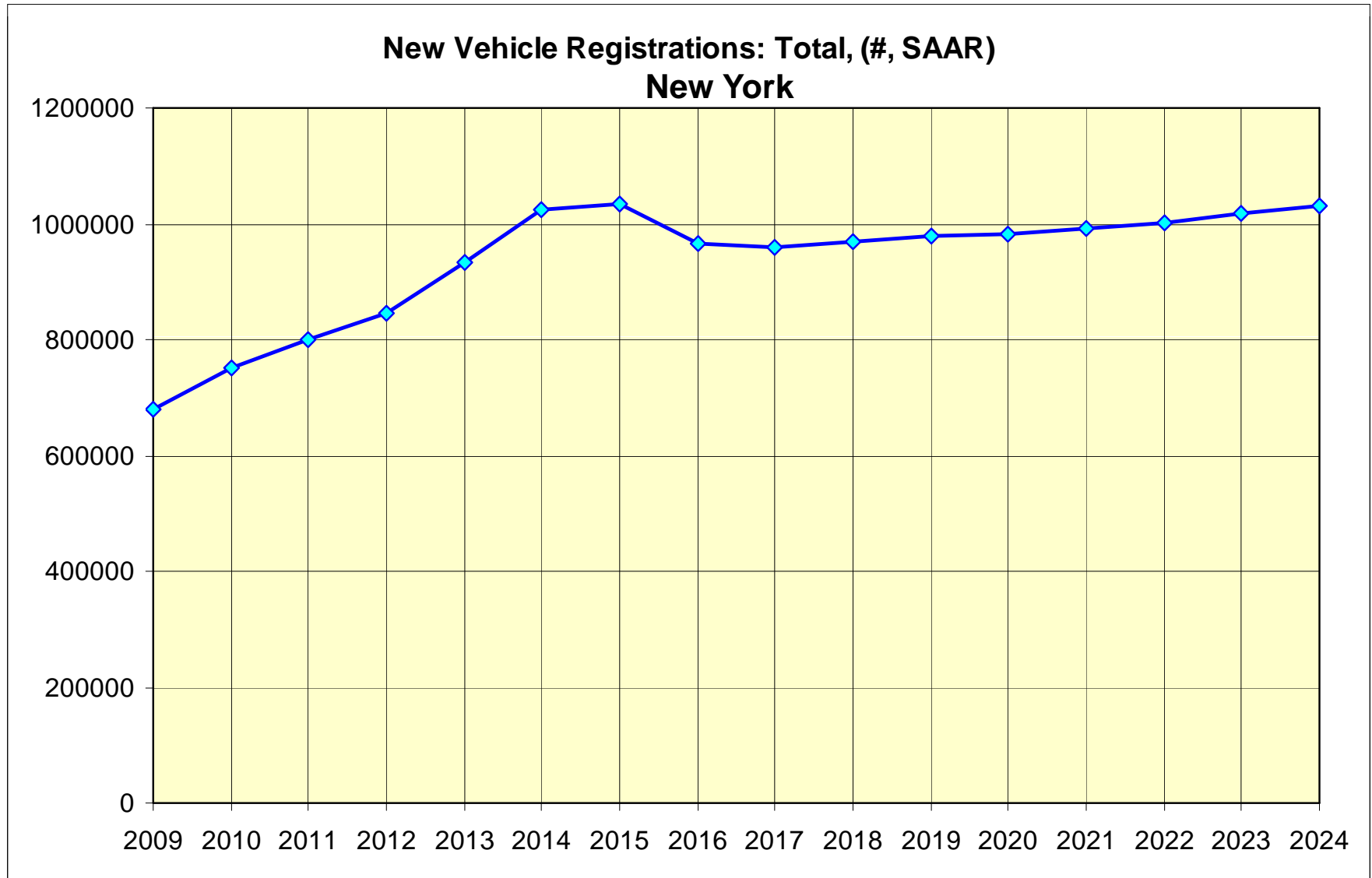
All data obtained from Moody's Analytics, December 2012



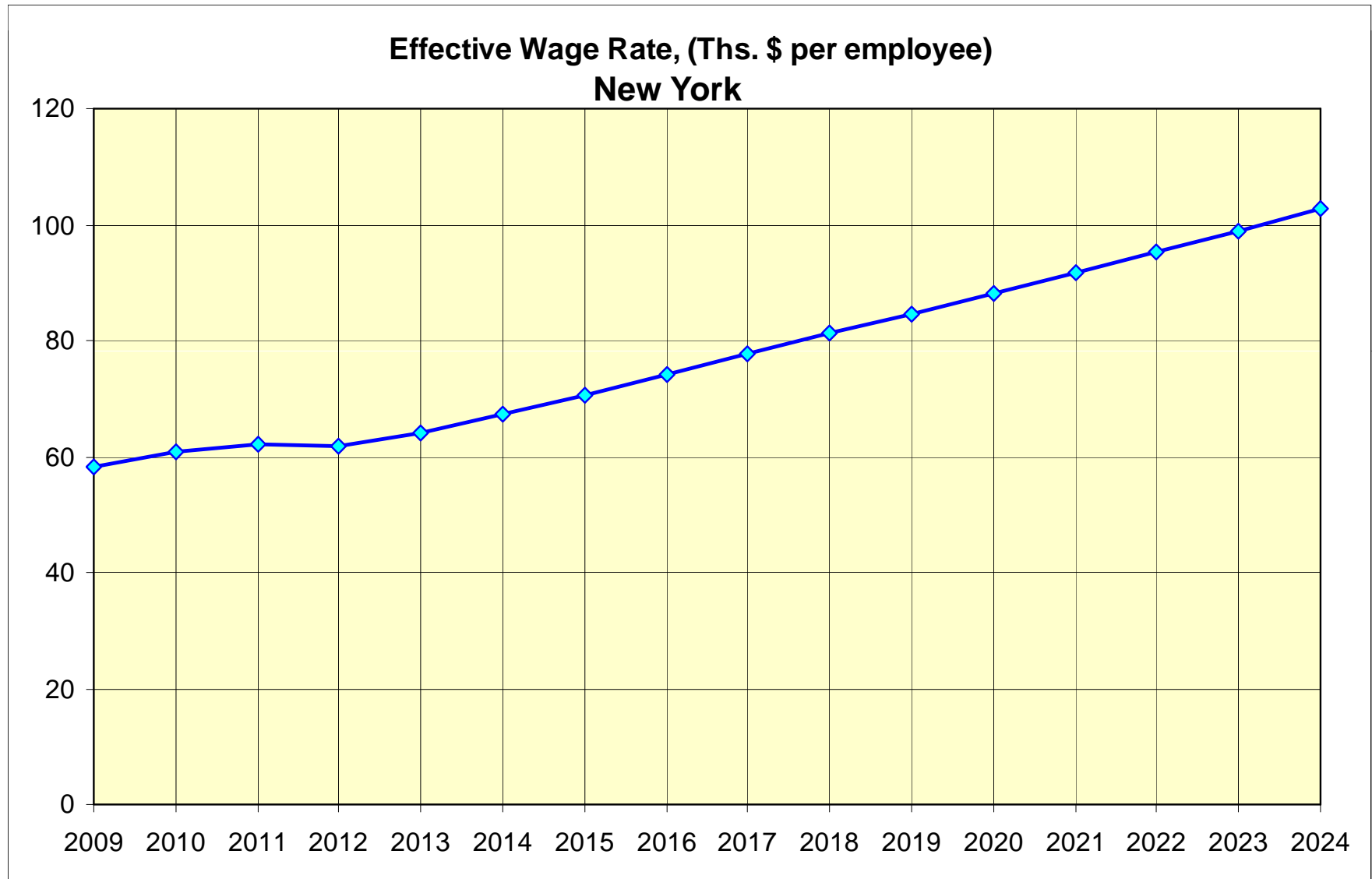
All data obtained from Moody's Analytics, December 2012



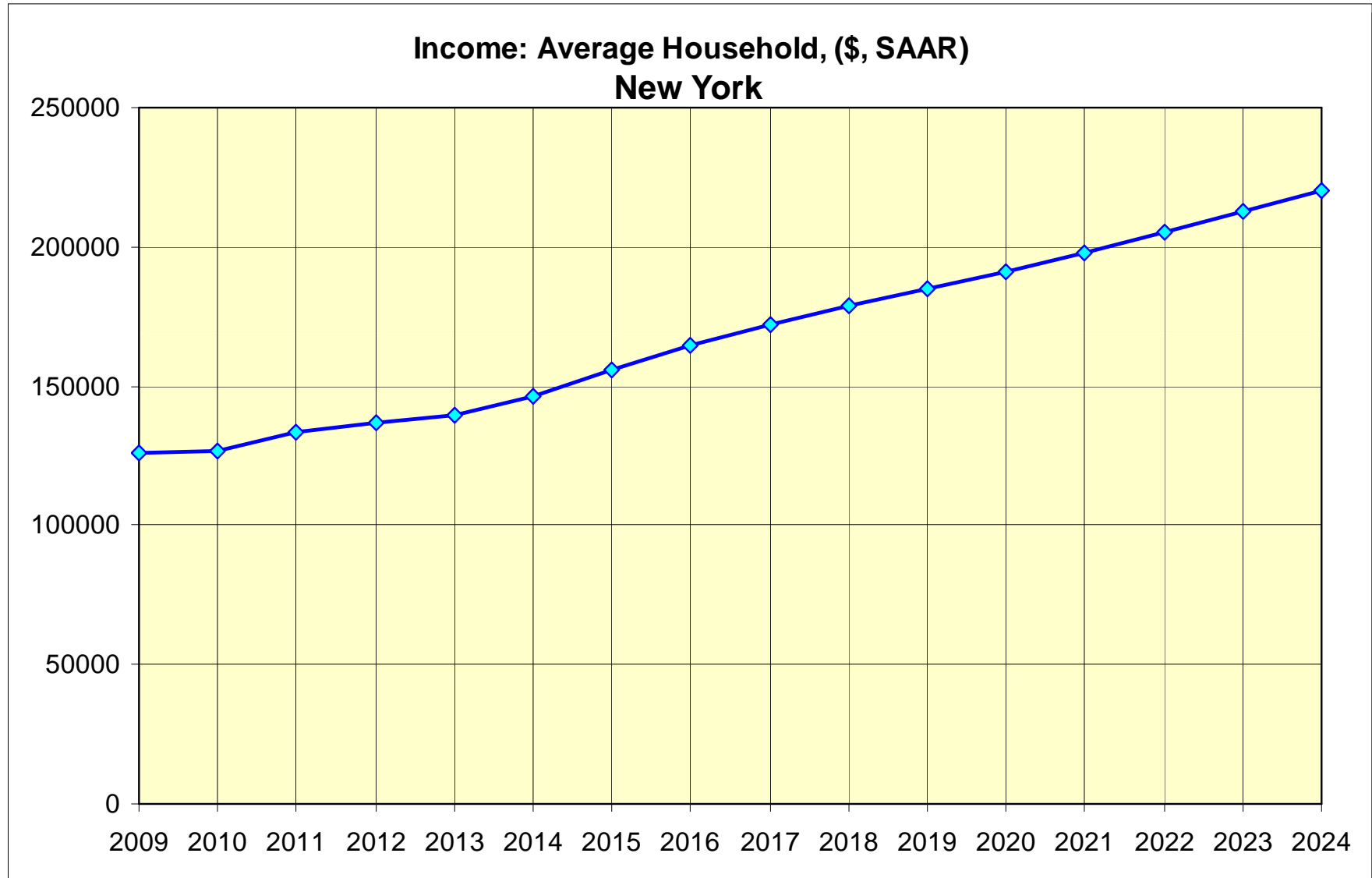
All data obtained from Moody's Analytics, December 2012



All data obtained from Moody's Analytics, December 2012

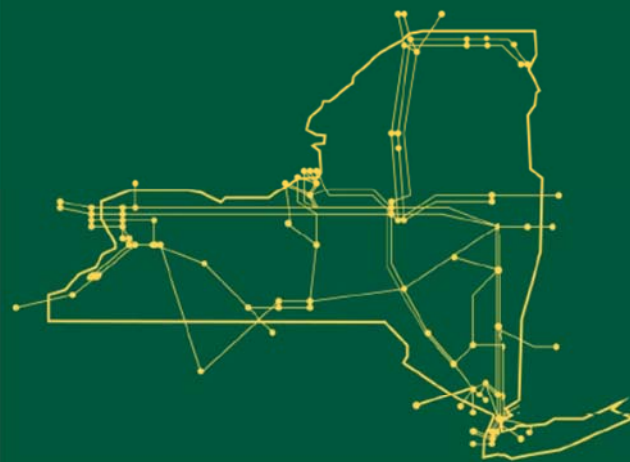


All data obtained from Moody's Analytics, December 2012



All data obtained from Moody's Analytics, December 2012

The New York Independent System Operator (NYISO) is a not-for-profit corporation responsible for operating the state's bulk electricity grid, administering New York's competitive wholesale electricity markets, conducting comprehensive long-term planning for the state's electric power system, and advancing the technological infrastructure of the electric system serving the Empire State.



www.nyiso.com