

Disposition of Funds Remaining from 2021 Budget Cycle

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Background

- NYISO's draft 2021 budget vs. actual results were presented to Market Participants to the Budget & Priorities Working Group (BPWG) in February 2022.
- NYISO's 2021 financial statement audit was completed in March. Final 2021 budget vs actual results are as follows:
 - \$ 7.9M 2021 RS1 Over-collection
 - \$ 2.8M 2021 Budgetary Underspending
 - \$ 10.7M Funds Remaining from 2021 Budget Cycle

Background (*continued*)

- At the February 23, 2022 Management Committee meeting, NYISO recommended retaining \$5.0M to implement employee salary actions in response to on-going employee retention and recruitment challenges in this highly competitive labor market.
- NYISO also recommended retaining the remaining \$5.7M until the comprehensive salary benchmarking process is completed, in the event results show additional salary actions are needed that would bring the total funds required to an amount in excess of \$5.0M
- Remaining funds from the 2021 budget cycle, following potential salary actions informed by the salary benchmarking, would be used to pay down the principal amount of outstanding debt in 2022

Background (*continued*)

- At the February 23, 2022 Management Committee meeting, the motion for NYISO recommended proposal was unanimous.
- The NYISO Board has approved the disposition of funds consistent with the Management Committee recommendation.

Next Steps

- NYISO will retain \$10.7M remaining from the 2021 budget cycle. Upon completion of the benchmarking study, NYISO will return to BPWG to inform the amount of funds retained for salary purposes and the amount of funds to be used for early debt repayment.

Questions?