

***ECONOMIC DEVELOPMENT POWER  
ALLOCATION BOARD***

***MINUTES***

***October 28, 2002 – 12:30 P.M.  
Video Conference***

1. Approval of Minutes of Meeting of September 16, 2002

***APPLICATIONS FOR POWER FOR JOBS POWER***

2. **Con Edison – Service Territory**

Catholic Medical Center  
Rego Park – Queens County

Catholic Medical Center – Bishop Mugavero  
Brooklyn – Kings County

Catholic Medical Center – Holy Family Hospital  
Brooklyn – Kings County

Catholic Medical Center – Mary Immaculate Hospital  
Jamaica – Queens County

Catholic Medical Center – St. Joseph’s Hospital  
Flushing – Queens County

Catholic Medical Center – St. Mary’s Hospital  
Brooklyn – Kings County

Catholic Medical Center – St. John’s Hospital  
Elmhurst – Queens County

Greater Jamaica Development Corp.  
Jamaica – Queens County

Hudson Valley Hospital Center  
Cortland Manor – Westchester County

Pork Packers  
Brooklyn – Kings County

3. **Long Island Power Authority – Service Territory**

Arkwin Industries  
Westbury - Nassau County

Crescent Duck Farm, Inc.  
Aqueboque – Suffolk County

New York Label  
Islandia – Suffolk County

4. **Niagara Mohawk – Service Territory**

Boston Scientific  
Glens Falls – Warren County

Carville National Leather Corp.  
Johnstown – Fulton County

Crucible Specialty Metals  
Syracuse – Onondaga County

Feldmeir Equipment, Inc.  
Little Falls – Herkimer County

GL&V Sandy Hill, Inc.  
Hudson Falls – Washington County

General Electric Plastics  
Selkirk – Albany County

Gibraltar Metals  
Buffalo – Erie County

Great Lakes Cheese of New York, Inc.  
Adams – Jefferson County

Hamilton Printing  
Castleton-on-Hudson – Rensselaer

HFW Industries  
Buffalo – Erie County

Keystone Corporation  
Buffalo – Erie County

Niagara Gear  
Kenmore – Erie County

Oehler Industries, Inc.  
Buffalo – Erie County

Osmose, Inc.  
Buffalo – Erie County

Paul Bunyan Products  
Preble – Cortland County

Pearl Leather Finishers  
Johnstown – Fulton County

Power Pallet  
Schenectady – Schenectady County

Sierra Technologies  
Buffalo – Erie County

STS Duotek, Inc.  
Rush – Monroe

Universal Linen  
Rome – Oneida County

Winfield Industries  
Buffalo – Erie County

**5. New York State Electric & Gas – Service Territory**

Auburn Vacuum  
Auburn – Cayuga County

Currier Plastics, Inc.  
Auburn – Cayuga County

Lockport Memorial Hospital  
Lockport – Niagara County

**6. Transfer of Allocation – IBM Endicott**

- 7.** Informational Item - Power for Jobs - Status of Approved Applications and Summary of Action on Applications
- 8.** Informational Item – Economic Development Power - Status of Approved Applications and Summary of Action on Applications
- 9.** Other Business  
- Next Meeting

A regular meeting of the Economic Development Power Allocation Board was held via video conference at the following participating locations:

- 1) New York Power Authority, 30 South Pearl Street, 10<sup>th</sup> Floor, Board Room, Albany, New York, 12207
- 2) New York Power Authority, 123 Main Street, 14<sup>th</sup> Floor, Video-Conference Room, White Plains, New York 10601
- 3) New York Power Authority, 501 Seventh Avenue, 9<sup>th</sup> Floor Conference Room, New York, New York 10018
- 4) Louis P. Ciminelli Construction Company, 367 Franklin Avenue, 2<sup>nd</sup> Floor Main Conference Room, Buffalo, New York 14202
- 5) Univisions Communications Group, 107 Twin Oaks Drive, Syracuse, New York 12306

The following Members of the Board were present at following locations:

**Louis P. Ciminelli**, Chairman (Buffalo)  
**H. Douglas Barclay**, Member (Syracuse)  
**James A. Duncan**, Member (Buffalo)  
**Kevin S. Corbett**, Member (New York)

**Also in attendance were:**

Eugene W. Zeltmann	President and Chief Executive Officer, NYPA (Albany)
David E. Blabey	Executive Vice President, Secretary and General Counsel, NYPA (Albany)
Louise M. Morman	Senior Vice President – Marketing & Economic Development, NYPA (Albany)
James H. Yates	Vice President - Major Account Marketing and Economic Development, NYPA (Albany)
Joseph J. Carline	Assistant General Counsel, NYPA (White Plains)
Gary Paslow	Executive Director – Policy Development, NYPA (Albany)
John B. Hamor	Director Inter-Governmental Relations, NYPA (Albany)
John L. Murphy	Director – Public Relations, NYPA (Albany)
James Pasquale	Manager – Business Power Allocations and Compliance, NYPA (White Plains)
Andrew J. McLaughlin	Assistant Secretary – Legal Affairs, NYPA (Albany)

**October 28, 2002**

Teresa M. Barrett

Law Assistant, NYPA (Albany)

Vernadine Quansoon

Assistant to the Secretary's Office, NYPA (New York)

1. **Adoption of Minutes**

The minutes of the meeting of September 16, 2002, were unanimously adopted.

**2. Consolidated Edison - Service Territory**

The members of the Board considered the ten re-allocations listed below for Power for Jobs. Mr. Yates explained that some 6,032 jobs would be impacted.

The following resolution was adopted by the Members of the Board:

**WHEREAS, the following entities in Consolidated Edison's service territory have re-applied for allocations of Power for Jobs service:**

**Catholic Medical Center  
Rego Park – Queens County**

**Catholic Medical Center – Bishop Mugavero  
Brooklyn – Kings County**

**Catholic Medical Center – Holy Family Hospital  
Brooklyn – Kings County**

**Catholic Medical Center – Mary Immaculate Hospital  
Jamaica – Queens County**

**Catholic Medical Center – St. Joseph's Hospital  
Flushing – Queens County**

**Catholic Medical Center – St. Mary's Hospital  
Brooklyn – Kings County**

**Catholic Medical Center – St. John's Hospital  
Elmhurst – Queens County**

**Greater Jamaica Development Corp.  
Jamaica – Queens County**

**Hudson Valley Hospital Center  
Cortland Manor – Westchester County**

**Pork Packers  
Brooklyn – Kings County**

**NOW THEREFORE BE IT RESOLVED, That the Board hereby finds and determines that such applications meets the requirements of the Power for Jobs legislation contained in Chapter 316 of the Laws of 1997, Chapter 386 of the Laws of 1998; Chapter 63 of the Laws of 2000; and Chapter 226 of the Laws of 2002, and would advance the public policy set forth in Section 189(i) of the Economic Development Law to provide**

effective incentives to promote economic development, maintain and develop jobs, and encourage new capital investment throughout New York State; and be it further

**RESOLVED**, That the Board hereby recommends to the Power Authority of the State of New York the ten re-allocations discussed herein totaling 2,650 kW for Consolidated Edison's service territory for three years, but not longer than December 31, 2005, and that the following terms be incorporated into the Power Authority's contract for Power for Jobs Service:

- applicants to maintain a total of 6,032 jobs;
- such allocations shall be subject to the reduction of power and affirmative action provisions set forth in the Power Authority's standard form of contract for Power for Jobs Service.

**3. Long Island Power Authority - Service Territory**

The members of the Board considered the three re-allocations listed below for Power for Jobs. Mr. Yates explained that some 482 jobs would be impacted.

The following resolution was unanimously adopted by the Members of the Board:

**WHEREAS, the following entities in Long Island Power Authority's service territory have applied for allocations of Power for Jobs service:**

**Arkwin Industries  
Westbury - Nassau County**

**Crescent Duck Farm, Inc.  
Aqueboque – Suffolk County**

**New York Label  
Islandia – Suffolk County;**

**NOW THEREFORE BE IT RESOLVED, That the Board hereby finds and determines that such re-applications meets the requirements of the Power for Jobs legislation contained in Chapter 316 of the Laws of 1997; Chapter 386 of the Laws of 1998; Chapter 63 of the Laws of 2000; and Chapter 226 of the Laws of 2002 would advance the public policy set forth in Section 189(i) of the Economic Development Law to provide effective incentives to promote economic development, maintain and develop jobs, and encourage new capital investment throughout New York State; and be it further**

**RESOLVED, That the Board hereby recommends to the Power Authority of the State of New York the three re-allocations discussed herein totaling 1,200 kW for Long Island Power Authority's service territory for three years, but not longer than December 31, 2005, and that the following terms be incorporated into the Power Authority's contract for Power for Jobs Service:**

- **applicants to maintain a total of 482 jobs;**
- **such allocations shall be subject to the reduction of power and affirmative action provisions set forth in the Power Authority's standard form of contract for Power for Jobs Service.**

**4. Niagara Mohawk - Service Territory**

The members of the Board considered the 21 re-allocations listed below for Power for Jobs. Mr. Yates explained that some 3,770 jobs would be impacted.

Following consideration of such applications, the Members of the Board voted to adopt the following resolution by a vote of three in favor and one abstention. Board Member Duncan abstained from voting on the proposed re-allocation to Gibraltar Metals.

**WHEREAS, the following entities in Niagara Mohawk's service territory have applied for allocations of Power for Jobs service:**

**Boston Scientific  
Glens Falls – Warren County**

**Carville National Leather Corp.  
Johnstown – Fulton County**

**Crucible Specialty Metals  
Syracuse – Onondaga County**

**Feldmeir Equipment, Inc.  
Little Falls – Herkimer County**

**GL&V Sandy Hill, Inc.  
Hudson Falls – Washington County**

**General Electric Plastics  
Selkirk – Albany County**

**Gibraltar Metals  
Buffalo – Erie County**

**Great Lakes Cheese of New York, Inc.  
Adams – Jefferson County**

**Hamilton Printing  
Castleton-on-Hudson – Rensselaer**

**HFW Industries  
Buffalo – Erie County**

**Keystone Corporation  
Buffalo – Erie County**

**Niagara Gear  
Kenmore – Erie County**

**Oehler Industries, Inc.  
Buffalo – Erie County**

**Osmose, Inc.  
Buffalo – Erie County**

**Paul Bunyan Products  
Preble – Cortland County**

**Pearl Leather Finishers  
Johnstown – Fulton County**

**Power Pallet  
Schenectady – Schenectady County**

**Sierra Technologies  
Buffalo – Erie County**

**STS Duotek, Inc.  
Rush – Monroe**

**Universal Linen  
Rome – Oneida County**

**Winfield Industries  
Buffalo – Erie County;**

**NOW THEREFORE BE IT RESOLVED, That the Board hereby finds and determines that such applications meet the requirements of the Power for Jobs legislation contained in Chapter 316 of the Laws of 1997; Chapter 386 of the Laws of 1998; Chapter 63 of the Laws of 2000; and Chapter 226 of the Laws of 2002, would advance the public policy set forth in Section 189(i) of the Economic Development Law to provide effective incentives to promote economic development, maintain and develop jobs, and encourage new capital investment throughout New York State; and be it further**

**RESOLVED, That the Board commends to the Power Authority of the State of New York the 21 re-allocations discussed herein totaling 16,200 kW for Niagara Mohawk's service territory for three years, but not longer than December 31, 2005, and that the following terms be incorporated into the Power Authority's contracts for Power for Jobs Service:**

- **applicants to maintain a total of 3,770 jobs;**
- **such allocations shall be subject to the reduction of power and affirmative action provisions set forth in the Power Authority's standard form of contract for Power for Jobs Service.**

5. NYSEG - Service Territory

The members of the Board considered the three re-allocations listed below for Power for Jobs. Mr. Yates explained that some 529 jobs would be impacted.

The following resolution was unanimously adopted by the Members of the Board:

**WHEREAS, the following entities in NYSEG's service territory have applied for allocations of Power for Jobs service:**

**Auburn Vacuum  
Auburn – Cayuga County**

**Currier Plastics, Inc.  
Auburn – Cayuga County**

**Lockport Memorial Hospital  
Lockport – Niagara County;**

**NOW THEREFORE BE IT RESOLVED, That the Board hereby finds and determines that such applications meet the requirements of the Power for Jobs legislation contained in Chapter 316 of the Laws of 1997; Chapter 386 of the Laws of 1998; Chapter 63 of the Laws of 2000 and Chapter 226 of the Laws of 2002, would advance the public policy set forth in Section 189(i) of the Economic Development Law to provide effective incentives to promote economic development, maintain and develop jobs, and encourage new capital investment throughout New York State; and be it further**

**RESOLVED, That the Board hereby recommends to the Power Authority of the State of New York the three re-allocations discussed herein totaling 775 kW for NYSEG's service territory for three years, but not longer than December 31, 2005, and that the following terms be incorporated into the Power Authority's contracts for Power for Jobs Service:**

- **applicants to maintain a total of 529 jobs;**
- **such allocations shall be subject to the reduction of power and affirmative action provisions set forth in the Power Authority's standard form of contract for Power for Jobs Service.**

**6. Transfers of Allocations from IBM Endicott to Endicott Interconnect Technologies - Approvals**

**SUMMARY**

The Economic Development Power Allocation Board (“EDPAB”) is requested to approve the transfer of 20,000 kW of Economic Development Power and 5,000 kW of Power for Jobs power from IBM Endicott to Endicott Interconnect Technologies (“EIT”), a private consortium of investment partners. As part of the transfer, EIT will commit to maintain an employment level of 5,500 jobs.

**BACKGROUND**

IBM Endicott developed and manufactured various electronic products at its Endicott plant. EIT, the proposed new owners of the Endicott facility, has announced it intends to take over the operation of IBM Endicott’s facility and will establish its headquarters at the facility. The company has indicated that both Authority allocations need to be transferred to the Endicott facility in order for the acquisition to be successful. The allocations both have a total commitment of 6,000 jobs.

**DISCUSSION**

EIT has acquired the IBM Endicott facility and is committed to continue operations at the Endicott facility. As a result, the facility will continue to be one of the largest and highest paying employers in Broome County. The company has plans to use approximately 2.7 million square feet of manufacturing space for micro-electronics manufacturing and lease back the remaining 1.4 million square feet of facility space to IBM for general office use. EIT has stated that all 5,500 employees currently at the location will remain fully employed at the facility either as employees of EIT (3,500) or IBM (2,000). The acquisition of IBM Endicott is strongly supported by the Empire State Development Corporation.

**RESOLVED, That the transfer of IBM Endicott’s allocations of 20,000 kW of Economic Development Power, and 5,000 kW of Power for Jobs power to Endicott Interconnect Technologies, Inc. be, and hereby are, approved; and be it further**

**RESOLVED, That the Senior Vice President – Marketing, Economic Development and Supply Planning or her designee be, and hereby is, authorized to negotiate, subject to approval of the form thereof by the Executive Vice President, Secretary and General Counsel, and execute any and all documents necessary or desirable to effectuate the foregoing.**

7. **Informational Item - Power for Jobs - Status of Approved Applications and Summary of Action on Applications**

8. **Informational Item – Economic Development Power - Status of Approved Applications and Summary of Action on Applications**

**9. Next Meeting**

It was determined that the next meeting of the Board would take place on November 26, 2002, at the Authority's New York Office, 501 Seventh Avenue, Conference Room 907, 9<sup>th</sup> Floor at 10:30 a.m.

**10. Closing**

Upon motion duly made and seconded the meeting was adjourned at 12:47 p.m.

Oct-02