

**ECONOMIC DEVELOPMENT POWER
ALLOCATION BOARD**

MINUTES

**February 23, 2009
Video Conference – 10:00 a.m.**

***New York Power Authority Offices:
123 Main Street, 16th Floor, White Plains, NY
30 South Pearl Street, 10th Floor, Albany, NY
King Reporting Service, Melbourne, Florida***

1. Approval of the Minutes of the Meeting of December 15, 2008.
2. Power for Jobs Extended Benefits Recommendations for Electricity Savings Reimbursements

A. COMPANIES IN JOB COMPLIANCE

Con Edison - Service Territory

92nd Street YM-YWHA New York - New York County	Mount Sinai Medical Center New York - New York County
American Ballet Theater New York - New York County	New York Presbyterian Hospital New York - New York County
American Cancer Society New York - New York County	New York University New York - New York County
Columbia University – Trustees New York - New York County	Norampac New York City, Inc. Maspeth - Queens County
Empire Merchants LLC Astoria - Queens County	NYU Medical Center New York - New York County
IBM - Westchester Armonk - Westchester County	Pepsi Cola Bottling Company College Point - Queens County
Kingsbrook Jewish Medical Center Brooklyn - Kings County	TanaSeybert, LLC New York - New York County
Lincoln Center for the Performing Arts New York - New York County	The Brooklyn Historical Society Brooklyn - Kings County
Long Island Jewish Medical Center Manhasset - Nassau County	The Joyce Theater Foundation, Inc. New York - New York County
Memorial Sloan-Kettering Cancer Center New York - New York County	The Museum of Modern Art New York - New York County

Long Island Power Authority - Service Territory

American Technical Ceramics Huntington Station - Suffolk County	Silver Lake Cookie Co. Islip - Suffolk County
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Kleer-Fax Inc.
Amityville - Suffolk County

Southern Container Corp.
Deer Park - Suffolk County

National Grid - Service Territory

3M
Tonawanda - Erie County

Kilian Manufacturing Corporation
Syracuse - Onondaga County

Applied Energy Solutions
Caledonia - Livingston County

Lewis County General Hospital
Lowville - Lewis County

Atofina Chemicals, Inc.
Geneseo - Livingston County

Lydall Manning
Green Island - Albany County

Carville National Leather Corp.
Johnstown - Fulton County

Meloon Foundries, Inc.
Syracuse - Onondaga County

Clarkson University
Potsdam - St. Lawrence County

Mohawk Paper Mills
Cohoes - Albany County

Cooper Hand Tools
Cortland - Cortland County

Natrium Products, Inc.
Cortland - Cortland County

Cortland Line Co., Inc.
Cortland - Cortland County

Paul Bunyan Products, Inc.
Preble - Cortland County

Crucible Specialty Metals
Syracuse - Onondaga County

Precision Systems Mfg., Inc.
Liverpool - Onondaga County

CWM Chemical Services, LLC
Model City - Niagara County

Queensboro Farm Products, Inc.
Canastota - Madison County

Dal Tile Corporation
Olean - Cattaraugus County

Revere Copper Products
Rome - Oneida County

Dielectric Laboratories, Inc.
Cazenovia - Madison County

Robison & Smith, Inc.
Gloversville - Fulton County

Diemolding Corporation
Canastota - Madison County

Schneider Packing Equipment
Brewerton - Onondaga County

Distributor Data Forms, Inc.
Cortland - Cortland County

Specialized Packaging Radisson, Inc.
Baldwinsville - Onondaga County

Dodge-Graphic Press Inc.
Utica - Herkimer County

Spray Nine Corporation
Johnstown - Fulton County

Edward John Noble Hospital
Gouverneur - St. Lawrence County

Syracuse Casting Sales Corp.
Cicero - Onondaga County

Fitzpatrick & Weller, Inc.
Ellicottville - Cattaraugus County

Syracuse China Company
Syracuse - Onondaga County

G L & V Sandy Hill Inc.
Hudson Falls - Washington County

Syracuse Label Co., Inc.
Liverpool - Onondaga County

Intertek Testing Services
Cortland - Cortland County

Syracuse University
Syracuse - Onondaga County

Keystone Corporation
Buffalo - Erie County

Vicks Lithograph & Printing
Yorkville - Oneida County

New York State Electric & Gas – Service Territory

A. T. Reynolds & Sons, Inc.
Kiamesha Lake - Sullivan County

Currier Plastics, Inc.
Auburn - Cayuga County

Agri-Mark, Inc.
Chateaugay - Franklin County

Endicott Interconnect Technologies
Endicott - Broome County

Audio Sears
Stamford - Delaware County

Merritt Plywood Machinery, Inc.
Lockport - Niagara County

Corning (Erwin Plant)
Corning - Steuben County

Vail Ballou Press, Inc.
Binghamton - Broome County

Orange and Rockland – Service Territory

IBM – Sterling Forest
Sterling Forest – Orange County

Rochester Gas & Electric – Service Territory

Flower City Printing, Inc.
Rochester - Monroe County

XLI Corporation
Rochester - Monroe County

IBM – Rochester
Rochester - Monroe County

B. COMPANIES NOT IN JOB COMPLIANCE

Long Island Power Authority – Service Territory

Commercial Envelope Manufacturing Corp.
Deer Park – Suffolk County

3. Economic Development Plan for use of Industrial Incentive Awards
4. Other Business
5. 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, Albany NY
- 2) New York Power Authority, 123 Main Street, White Plains, NY
- 3) King Reporting Service, Melbourne, Florida

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

Kenneth Schoetz, Chairman (Albany, NY)
Bernard P. McGarry, Member (Albany, NY)
Eugene L. Nicandri, Member, (Melbourne, Florida)

Also in attendance were:

Gil Quiniones	Chief Operating Officer, NYPA
Terryl B. Clemons	Executive Vice President & General Counsel, NYPA
Anne B. Cahill	Corporate Secretary, NYPA
Joseph Carline	Assistant General Counsel , NYPA
James H. Yates	Senior Vice President, - Marketing & Economic Development, NYPA
Paul Finnegan	Senior Vice President Public & Government Affairs, NYPA
James F. Pasquale	Director – Marketing Analysis and Administration, NYPA
Angela Graves	Deputy Corporate Secretary, NYPA
Michael Saltzman	Director – Media Relations, NYPA
Anthony C. Savino	Manager – Business Power Allocations and Compliance, NYPA
Mary Jean Frank	Associate Corporate Secretary, NYPA
Lorna Johnson	Assistant Corporate Secretary, NYPA

1. **Adoption of Minutes**

The minutes of the meeting of December 15, 2008 were unanimously adopted.

2. Power for Jobs Extended Benefits

SUMMARY

The Members of the Economic Development Power Allocation Board (“EDPAB”) are requested to approve extended benefits for 75 Power for Jobs (“PFJ”) customers as listed in Exhibit “A” and “B”.

BACKGROUND

In July 1997, the New York State Legislature approved a program to provide low-cost power to businesses and not-for-profit corporations that agree to retain or create jobs in New York State. In return for commitments to create or retain jobs, successful applicants received three-year contracts for PFJ electricity.

The PFJ program originally made 400 megawatts (“MW”) of power available and was to be phased in over three years. As a result of the initial success of the program, the Legislature amended the PFJ statute to accelerate the distribution of the power and increase the size of the program to 450 MW. In May 2000, legislation was enacted that authorized additional power to be allocated under the program. Legislation further amended the program in July 2002.

Chapter 59 of the Laws of 2004 extended the benefits for PFJ customers whose contracts expired before the end of the program in 2005. Such customers had to choose to receive an “electricity savings reimbursement” rebate and/or a power contract extension. The Authority was also authorized to voluntarily fund the rebates, if deemed feasible and advisable by the Trustees.

PFJ customers whose contracts expired on or prior to November 30, 2004 were eligible for a rebate to the extent funded by the Authority from the date their contract expired through December 31, 2005. Customers whose contracts expired after November 30, 2004 were eligible for rebate or contract extension, assuming funding by the Authority, from the date their contracts expired through December 31, 2005.

Approved contract extensions entitled customers to receive the power from the Authority pursuant to a sale-for-resale agreement with the customer’s local utility. Separate allocation contracts between customers and the Authority contained job commitments enforceable by the Authority.

In 2005, provisions of the approved State budget extended the period PFJ customers could receive benefits until December 31, 2006. Chapter 645 of the Laws of 2006 included provisions extending program benefits until June 30, 2007. Chapter 89 of the Laws of 2007 included provisions extending program benefits until June 30, 2008. Chapter 59 of the Laws of 2008 included provisions extending the program benefits until June 30, 2009.

At its meeting of October 18, 2005, EDPAB approved criteria under which applicants whose extended benefits EDPAB had reduced for non-compliance with their job commitments could apply to have their PFJ benefits reinstated in whole or in part. EDPAB authorized staff to create a short-form application, notify customers of the process, send customers the application and evaluate reconsideration requests based on the approved criteria.

DISCUSSION

EDPAB is requested to recommend that the Authority Trustees approve electricity savings reimbursement rebates to the 75 PFJ customers, 74 of which are meeting their current job commitment and are listed in Exhibit “A”. However, one customer reported actual job numbers below their contractual commitment we are recommending that this customer have their allocation reduced proportionately to their job shortfall where appropriate. This customer is listed in Exhibit “B”. Collectively, these organizations have agreed to retain more than 90,000 jobs in New York State in exchange for rebates. The rebate program will be in effect until June 30, 2009, the programs’ sunset.

RECOMMENDATION

It is requested that the Economic Development Power Allocation Board recommend that the Authority Trustees approve the payment of electricity savings reimbursements to the 75 business listed in Exhibits "A" and "B".

The following resolution was unanimously adopted by members of the Board present.

WHEREAS, the following entities have applied for extended benefits recommendations for electricity savings reimbursements under the Power for Jobs program:

A. COMPANIES IN JOB COMPLIANCE

Con Edison - Service Territory

92nd Street YM-YWHA New York - New York County	Mount Sinai Medical Center New York - New York County
American Ballet Theater New York - New York County	New York Presbyterian Hospital New York - New York County
American Cancer Society New York - New York County	New York University New York - New York County
Columbia University – Trustees New York - New York County	Norampac New York City, Inc. Maspeth - Queens County
Empire Merchants LLC Astoria - Queens County	NYU Medical Center New York - New York County
IBM - Westchester Armonk - Westchester County	Pepsi Cola Bottling Company College Point - Queens County
Kingsbrook Jewish Medical Center Brooklyn - Kings County	TanaSeybert, LLC New York - New York County
Lincoln Center for the Performing Arts New York - New York County	The Brooklyn Historical Society Brooklyn - Kings County
Long Island Jewish Medical Center Manhasset - Nassau County	The Joyce Theater Foundation, Inc. New York - New York County
Memorial Sloan-Kettering Cancer Center New York - New York County	The Museum of Modern Art New York - New York County

Long Island Power Authority - Service Territory

American Technical Ceramics Huntington Station - Suffolk County	Silver Lake Cookie Co. Islip - Suffolk County
Kleer-Fax Inc. Amityville - Suffolk County	Southern Container Corp. Deer Park - Suffolk County

National Grid - Service Territory

3M Tonawanda - Erie County	Kilian Manufacturing Corporation Syracuse - Onondaga County
Applied Energy Solutions Caledonia - Livingston County	Lewis County General Hospital Lowville - Lewis County
Atofina Chemicals, Inc. Geneseo - Livingston County	Lydall Manning Green Island - Albany County
Carville National Leather Corp. Johnstown - Fulton County	Meloon Foundries, Inc. Syracuse - Onondaga County
Clarkson University Potsdam - St. Lawrence County	Mohawk Paper Mills Cohoes - Albany County
Cooper Hand Tools Cortland - Cortland County	Natrium Products, Inc. Cortland - Cortland County
Cortland Line Co., Inc. Cortland - Cortland County	Paul Bunyan Products, Inc. Preble - Cortland County
Crucible Specialty Metals Syracuse - Onondaga County	Precision Systems Mfg., Inc. Liverpool - Onondaga County
CWM Chemical Services, LLC Model City - Niagara County	Queensboro Farm Products, Inc. Canastota - Madison County
Dal Tile Corporation Olean - Cattaraugus County	Revere Copper Products Rome - Oneida County
Dielectric Laboratories, Inc. Cazenovia - Madison County	Robison & Smith, Inc. Gloversville - Fulton County
Diemolding Corporation Canastota - Madison County	Schneider Packing Equipment Brewerton - Onondaga County
Distributor Data Forms, Inc. Cortland - Cortland County	Specialized Packaging Radisson, Inc. Baldwinsville - Onondaga County
Dodge-Graphic Press Inc. Utica - Herkimer County	Spray Nine Corporation Johnstown - Fulton County
Edward John Noble Hospital Gouverneur - St. Lawrence County	Syracuse Casting Sales Corp. Cicero - Onondaga County
Fitzpatrick & Weller, Inc. Ellicottville - Cattaraugus County	Syracuse China Company Syracuse - Onondaga County
G L & V Sandy Hill Inc. Hudson Falls - Washington County	Syracuse Label Co., Inc. Liverpool - Onondaga County
Intertek Testing Services Cortland - Cortland County	Syracuse University Syracuse - Onondaga County

Keystone Corporation
Buffalo - Erie County

Vicks Lithograph & Printing
Yorkville - Oneida County

New York State Electric & Gas – Service Territory

A. T. Reynolds & Sons, Inc.
Kiamesha Lake - Sullivan County

Currier Plastics, Inc.
Auburn - Cayuga County

Agri-Mark, Inc.
Chateaugay - Franklin County

Endicott Interconnect Technologies
Endicott - Broome County

Audio Sears
Stamford - Delaware County

Merritt Plywood Machinery, Inc.
Lockport - Niagara County

Corning (Erwin Plant)
Corning - Steuben County

Vail Ballou Press, Inc.
Binghamton - Broome County

Orange and Rockland – Service Territory

IBM – Sterling Forest
Sterling Forest – Orange County

Rochester Gas & Electric – Service Territory

Flower City Printing, Inc.
Rochester - Monroe County

XLI Corporation
Rochester - Monroe County

IBM – Rochester
Rochester - Monroe County

B. COMPANIES NOT IN JOB COMPLIANCE

Long Island Power Authority – Service Territory

Commercial Envelope Manufacturing Corp.
Deer Park – Suffolk County

NOW THEREFORE BE IT RESOLVED, That the Board hereby finds and determines that such applications meet the requirements of the extended benefits provisions of the Power for Jobs legislation contained in Article 6 of the Economic Development Law as amended by Chapter 59 of the Laws of 2008; and be it further

RESOLVED, That the Board recommends to the Power Authority of the State of New York the 75 applications for extended benefits recommendations for electricity savings reimbursements discussed herein totaling 74,723 kW until June 30, 2009.

**Economic Development Power Allocation Board
Power for Jobs - Extended Benefits
Recommendation for Electricity Savings Reimbursements**

Line	Company	City	County	IOU	KW	Job Committed	Jobs in Application	Over (under)	% Over (under)	Compliance	Recommended Allocation		Type	Service
											KW	Jobs/MW		
1	92nd Street YM-YWHA	New York	New York	Con Ed	200	852	855	3	0%	Yes	200	4,275	NFP	Community/cultural center
2	American Ballet Theater	New York	New York	Con Ed	20	175	230	55	31%	Yes	20	11,500	NFP	Performing arts organization
3	American Cancer Society	New York	New York	Con Ed	80	25	73	48	192%	Yes	80	913	NFP	Social Services Provider
4	Columbia University - Trustees	New York	New York	Con Ed	750	749	750	1	0%	Yes	750	1,000	NFP	Educational and Student Services
5	Empire Merchants LLC	Astoria	Queens	Con Ed	750	938	968	30	3%	Yes	750	1,291	Large	Distributors of wines and spirits
6	IBM - White Plains	Armonk	Westchester	Con Ed	3,870	2,177	2,115	-62	-3%	Yes	3,870	547	Large	Computer Technology Solutions
7	Kingsbrook Jewish Medical Center	Brooklyn	Kings	Con Ed	1,200	1,865	1,910	45	2%	Yes	1,200	1,592	NFP	Medical and Research Institution
8	Lincoln Center for the Performing Arts	New York	New York	Con Ed	3,000	3,763	4,035	272	7%	Yes	3,000	1,345	NFP	Performing Arts Center
9	Long Island Jewish Medical Center	Manhasset	Nassau	Con Ed	2,000	6,958	6,508	-450	-6%	Yes	2,000	3,254	NFP	Medical Center
10	Memorial Sloan-Kettering Cancer Center	New York	New York	Con Ed	5,000	9,286	9,840	554	6%	Yes	5,000	1,968	NFP	Medical Center
11	Mount Sinai Medical Center	New York	New York	Con Ed	2,000	10,220	10,327	107	1%	Yes	2,000	5,164	NFP	Medical Center
12	New York Presbyterian Hospital	New York	New York	Con Ed	5,000	8,423	8,423	0	0%	Yes	5,000	1,685	NFP	Medical Center
13	New York University	New York	New York	Con Ed	1,700	16,216	11,756	-4460	-28%	Yes *	1,700	6,915	NFP	Institution of Higher Education
14	Norampac New York City, Inc	Maspeth	Queens	Con Ed	600	204	204	0	0%	Yes	600	340	Large	Manufacturer of corrugated paper packaging
15	NYU Medical Center	New York	New York	Con Ed	4,000	10,924	11,364	440	4%	Yes	4,000	2,841	NFP	Medical Center
16	Pepsi Cola Bottling Company	College Point	Queens	Con Ed	2,200	1,015	1,003	-12	-1%	Yes	2,200	456	Large	Manufactures & distributes of soft drinks
17	TanaSeybert, LLC	New York	New York	Con Ed	400	194	294	100	52%	Yes	400	735	Large	Printing trade services
18	The Brooklyn Historical Society	Brooklyn	Kings	Con Ed	30	19	18	-1	-5%	Yes	30	600	NFP	Community Services
19	The Joyce Theater Foundation, Inc.	New York	New York	Con Ed	150	42	46	4	10%	Yes	150	307	NFP	Dance Performance
20	The Museum of Modern Art	New York	New York	Con Ed	1,000	765	766	1	0%	Yes	1,000	766	NFP	Museum
	Total Con Ed		Subtotal	20	33,950	74,810	71,485				33,950			
21	American Technical Ceramics	Huntington Station	Suffolk	LIPA	200	331	386	55	17%	Yes	200	1,930	Small	Ceramic Capacitors
22	Kleer-Fax Inc.	Amityville	Suffolk	LIPA	200	130	130	0	0%	Yes	200	650	Small	Mfr. paper and plastic office products
23	Silver Lake Cookie Co.	Islip	Suffolk	LIPA	400	210	195	-15	-7%	Yes	400	488	Large	Manufacturer of specialty cookies
24	Southern Container Corp.	Deer Park	Suffolk	LIPA	500	216	222	6	3%	Yes	500	444	Large	Manufactures packaging cartons
	Total LIPA		Subtotal	4	1,300	887	933				1,300			
25	3M	Tonawanda	Erie	Grid	2,000	392	367	-25	-6%	Yes	2,000	184	Large	Cellulose sponges
26	Applied Energy Solutions	Caledonia	Livingston	Grid	300	65	62	-3	-5%	Yes	300	207	Small	Electronics
27	Atofina Chemicals, Inc.	Geneseo	Livingston	Grid	850	95	95	0	0%	Yes	850	112	Large	Chemical manufacturing plant
28	Carville National Leather Corp.	Johnstown	Fulton	Grid	200	31	33	2	6%	Yes	200	165	Small	Quality leather production
29	Clarkson University	Potsdam	St. Lawrence	Grid	1,500	664	664	0	0%	Yes	1,500	443	NFP	Higher education
30	Cooper Hand Tools	Cortland	Cortland	Grid	1,330	123	118	-5	-4%	Yes	1,330	89	Large	Metal machining and casting
31	Cortland Line Co., Inc.	Cortland	Cortland	Grid	450	84	83	-1	-1%	Yes	450	184	Large	Manufactures fishing line
32	Crucible Specialty Metals	Syracuse	Onondaga	Grid	4,000	687	682	-5	-1%	Yes	4,000	171	Large	Specialty steel manufacturer.
33	CWM Chemical Services, LLC	Model City	Niagara	Grid	330	78	65	-13	-17%	Yes *	330	197	Small	Industrial waste treatment & disposal
34	Dal Tile Corporation	Olean	Cattaraugus	Grid	1,000	204	218	14	7%	Yes	1,000	218	Large	Ceramic tile
35	Dielectric Laboratories, Inc.	Cazenovia	Madison	Grid	400	190	193	3	2%	Yes	400	483	Large	Ceramic capacitors and packaging
36	Diemolding Corporation	Canastota	Madison	Grid	200	238	201	-37	-16%	Yes *	184	1,092	Small	Thermoset plastic forming
37	Distributor Data Forms, Inc.	Cortland	Cortland	Grid	50	13	13	0	0%	Yes	50	260	Small	Manufacturer of custom forms
38	Dodge-Graphic Press Inc	Utica	Herkimer	Grid	300	67	74	7	10%	Yes	300	247	Small	Printing Company
39	Edward John Noble Hospital	Gouverneur	St. Lawrence	Grid	100	241	237	-4	-2%	Yes	100	2,370	NFP	Medical Center
40	Fitzpatrick & Weller, Inc.	Ellicottville	Cattaraugus	Grid	1,000	93	86	-7	-8%	Yes	1,000	86	Large	Lumber & wood components
41	G L & V Sandy Hill Inc.	Hudson Falls	Washington	Grid	750	94	99	5	5%	Yes	750	132	Large	Full service foundry & machine shop
42	Intertek Testing Services	Cortland	Cortland	Grid	600	306	311	5	2%	Yes	600	518	Large	Independent test lab
43	Keystone Corporation	Buffalo	Erie	Grid	300	40	41	1	3%	Yes	300	137	Large	Fabricated metal products
44	Kilian Manufacturing Corporation	Syracuse	Onondaga	Grid	400	154	144	-10	-6%	Yes	400	360	Large	Manufactures ball bearings
45	Lewis County General Hospital	Lowville	Lewis	Grid	200	382	418	36	9%	Yes	200	2,090	NFP	Medical Center
46	Lydall Manning	Green Island	Albany	Grid	1,100	113	114	1	1%	Yes	1,100	104	Large	Specialty Paper Manufacturer
47	Meloon Foundries, Inc.	Syracuse	Onondaga	Grid	275	58	52	-6	-10%	Yes	275	189	Small	Non-Ferrous Sand Casting Foundry
48	Mohawk Paper Mills	Cohoes	Albany	Grid	2,250	330	415	85	26%	Yes	2,250	184	Large	Manufacturer of text and cover papers
49	Natrium Products, Inc.	Cortland	Cortland	Grid	90	21	21	0	0%	Yes	90	233	Small	Manufacturer of sodium bicarbonate
50	Paul Bunyan Products, Inc.	Pleble	Cortland	Grid	150	28	24	-4	-14%	Yes *	150	160	Small	Hardwood lumber components
51	Precision Systems Mfg., Inc.	Liverpool	Onondaga	Grid	180	63	60	-3	-5%	Yes	180	333	Small	Machining and sheet metal manufacturing
52	Queensboro Farm Products, Inc.	Canastota	Madison	Grid	500	81	80	-1	-1%	Yes	500	160	Large	Milk manufacturing and processing plant
53	Revere Copper Products	Rome	Oneida	Grid	2,000	424	412	-12	-3%	Yes	2,000	206	Large	Copper & brass products
54	Robison & Smith, Inc.	Gloversville	Fulton	Grid	384	200	205	5	3%	Yes	384	534	Small	Linen & Laundry Supply
55	Schneider Packing Equipment	Brewerton	Onondaga	Grid	200	122	143	21	17%	Yes	200	715	Small	Makes packaging machinery

56	Specialized Packaging Radisson, Inc	Baldwinsville	Onondaga	Grid	180	173	192	19	11%	Yes	180	1,067	Small	Produces printed folding cartons
57	Spray Nine Corporation	Johnstown	Fulton	Grid	300	119	106	-13	-11%	Yes	300	353	Small	Specialty cleaning chemical
58	Syracuse Casting Sales Corp.	Cicero	Onondaga	Grid	300	107	98	-9	-8%	Yes	300	327	Small	Produces subterranean vault equipment
59	Syracuse China Company	Syracuse	Onondaga	Grid	460	303	288	-15	-5%	Yes	460	626	Large	Manufactures restaurant china
60	Syracuse Label Co., Inc.	Liverpool	Onondaga	Grid	200	88	88	0	0%	Yes	200	440	Small	Consumer and industrial printing labels
61	Syracuse University	Syracuse	Onondaga	Grid	2,000	4,530	4,575	45	1%	Yes	2,000	2,288	NFP	Institution of Higher Education
62	Vicks Lithograph & Printing	Yorkville	Oneida	Grid	750	137	112	-25	-18%	Yes *	750	149	Large	Book printer & distribution
Total National Grid			Subtotal	38	27,579	11,138	11,189				27,563			
63	A. T. Reynolds & Sons, Inc.	Kiamesha Lake	Sullivan	NYSEG	250	55	54	-1	-2%	Yes	250	216	Small	Spring water and Ice Manufacturer
64	Agri-Mark, Inc	Chateaugay	Franklin	NYSEG	500	115	116	1	1%	Yes	500	232	Large	Cheese Manufacturer
65	Audio Sears	Stamford	Delaware	NYSEG	190	89	81	-8	-9%	Yes	190	426	Small	Makes audio equipment
66	Corning (Erwin Plant)	Corning	Steuben	NYSEG	1,500	614	624	10	2%	Yes	1,500	416	Large	Optical fiber, glass & ceramics
67	Currier Plastics, Inc.	Auburn	Cayuga	NYSEG	300	141	144	3	2%	Yes	300	480	Small	Manufactures plastic products
68	Endicott Interconnect Technologies	Endicott	Broome	NYSEG	3,500	4,207	4,172	-35	-1%	Yes	3,500	1,192	Large	Electronic interconnect solutions
69	Merritt Plywood Machinery, Inc.	Lockport	Niagara	NYSEG	75	18	9	-9	-50%	Yes *	75	120	Small	Machinery for hardwood production
70	Vail Ballou Press, Inc.	Binghamton	Broome	NYSEG	1,800	408	399	-9	-2%	Yes	1,800	222	Large	Book printer and distributor
Total NYSEG			Subtotal	8	8,115	5,647	5,599				8,115			
71	IBM - Sterling Forest	Sterling Forest	Orange	O&R	700	523	503	-20	-4%	Yes	700	719	Large	Computer Technology Solutions
Total Orange & Rockland			Subtotal	1	700	523	503				700			
72	Flower City Printing, Inc.	Rochester	Monroe	RGE	1150	312	306	-6	-2%	Yes	1,150	266	Large	Commercial printer
73	IBM - Rochester	Rochester	Monroe	RGE	1150	583	592	9	2%	Yes	1,150	515	Large	Computer Technology Solutions
74	XLI Corporation	Rochester	Monroe	RGE	175	75	75	0	0%	Yes	175	429	Small	Makers of precision machine components
Total RG&E			Subtotal	3	2,475	970	973				2,475			

Total	74	74,119	93,975	90,682
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74,103

* This company has had all or part of their allocation restored through the reconsideration process or was deemed compliant based on program procedures.

Economic Development Power Allocation Board
Power for Jobs - Extended Benefits
Recommendation for Electricity Savings Reimbursements

Line	Company	City	County	IOU	KW	Job Committed	Jobs in Application	Over (under)	% Over (under)	Compliance	Recommended Allocation	Jobs/MW	Type	Service
											KW			
1	Commercial Envelope Manufacturing Corp.	Deer Park	Suffolk	LIPA	700	174	154	-20	-11%	No	620	248	Large	Manufacturer of envelopes
	Total LIPA		Subtotal	1	700	174	154				620			

Total	1	700	174	154
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620

3. Economic Development Plan – Use of Net Revenues Produced by Sale of Expansion Power

SUMMARY

The Economic Development Power Allocation Board (“EDPAB”) is requested to approve an Economic Development Plan (“Plan”) for 2008 submitted by the New York Power Authority (Authority”) for use of industrial incentive awards pursuant to Section 188 of the Economic Development Law (“EDL”).

BACKGROUND

Section 1005 of the Public Authorities Law (“PAL”), as amended by Chapter 32 of 1987, directs the Authority to identify net revenues produced by the sale of Expansion Power (“EP”) and, further, to identify an amount of such net revenues to be used solely for Industrial Incentive Awards. These awards are to be made in conformance with a Plan, covering all such net revenues. The Authority is to submit Plans annually to EDPAB and approved by EDPAB pursuant to EDL.

Net revenues are defined by Section 1005 as any excess of revenues properly allocated to the sales of EP over costs and expenses properly allocated to such sales.

In connection with approval of an application for power submitted on behalf of Chase Manhattan Bank, EDPAB approved a resolution on December 1, 1988 which concluded that the available industrial incentive awards be used for the purpose of assisting Power Authority efforts to limit future Fitzpatrick production rate increases for all industrial, business, and Economic Development Power customers of the plant. Further, the Board recommended that future Boards act affirmatively on any economic development plan submitted to it subsequently by the Authority to the extent it provides for such use of industrial incentive awards.

The Authority approved five-year programs in 1990, 1996 and 2001 and a one-year program in 2006 and 2007 under which EP net revenues were to be dedicated to helping maintain stable industrial rates.

At their meeting of December 16, 2008, the Trustees of the Authority approved a one year plan that provides for the use of net revenues from the sale of Expansion Power which support the rates of the business customers served under power programs associated with the Power Authority’s former James A. Fitzpatrick Nuclear Power Plant (the “Fitzpatrick Power Programs”). These programs include the High Load Factor, Economic Development, and Municipal Distribution Agency power programs. The EDPAB previously approved Plans submitted annually by the Authority for 1996 through 2006 that provided for such use of the net revenues. Through calendar year 2006, the Authority has reported net revenues cumulating to \$128.54 million.

DISCUSSION

Allocations of EDP have been a useful economic development tool. EDPAB has recommended allocations associated with the creation or retention of more than 94,000 jobs, totaling 417 MW, to date. The costs of providing EDP are greater than the revenues produced by such sales. In order to continue to market this power on a competitive basis consistent with the aim of the legislation creating EDP programs, the rates for industrial power must be kept low enough to be of sufficient economic incentive for industries to locate or expand in New York State.

In December 2006, the Temporary State Commission on the Future of New York State Power Programs for Economic Development recommended numerous changes in the form and administration of the Authority’s EDP programs. Any such changes would require legislation. Moreover, the Power for Jobs (“PFJ”) and Energy Cost Savings Benefit (“ECSB”) programs will end on June 30, 2009. The ECSB awards go to the same customers that benefit from current Industrial Incentive Award rate relief. Thus, pending clarification on the future of these programs, it is appropriate to again propose extensions of the Industrial Incentive Awards for one year instead of the usual five years.

In calendar year 2007, net revenues of \$8.039 million were produced from the sale of Expansion Power. It is recommended that the Board approve the use of the 2007 Expansion Power net revenues towards the cost of serving the former FitzPatrick customers from the marketplace.

RECOMMENDATION

It is recommended the Power Allocation Board approve the Economic Development Plan submitted by the Authority, which provides for the use of net revenues produced in 2007 from the sale of Expansion Power to support rates to Industrial Power Program customers for one year as described herein.

Mr. James Pasquale presented the highlights of staff's recommendations to the Board. In response to a question from Chairman Kenneth Schoetz, Mr. Pasquale said that the Economic Development Plans are developed on a year-to-year basis because the Power for Jobs and Energy Cost Savings Benefits programs have been approved by the State Legislature on a year-to-year basis for the last several years. Responding to another question from Chairman Schoetz, Judge Eugene Nicandri said that the Power Authority's Trustees would be discussing the future of the Authority's economic development power programs very soon. Mr. Bernard McGarry requested that staff look into alternative ways to use these funds, particularly if a specific business may need some special help. Responding to a question from Judge Nicandri, Mr. Pasquale said that the Power Authority may recommend alternatives to the Board. Judge Nicandri said that a more flexible approach to the plan would be helpful if the net result would be the preservation or creation of jobs. He said he would also support an investigation of such an alternative. Mr. Pasquale pointed out that the Board was being asked to approve the 2008 Economic Development Plan today and that staff would be coming back to the Board for approval of the 2009 Plan.

Following consideration of such applications, the Members of the Board present voted unanimously to approve the Economic Development Plan.

WHEREAS, section 1005 of the Public Authorities Law authorizes the Power Authority of the State of New York to identify an amount of the net revenues produced by the sale of Expansion Power which shall be used for industrial incentive awards; and

WHEREAS, such industrial incentive awards must be made in conformance with an Economic Development Plan submitted by the Authority and approved by the Board pursuant to Section 188 of the Economic Development Law; and

WHEREAS, the Board, on December 1, 1988, endorsed the use, to the extent necessary, of available industrial incentive awards for the purpose of assisting Authority efforts to limit future rate increases for Fitzpatrick Power Program customers; and

WHEREAS, the Board, on December 1, 1988, recommended that any Economic Development Plan submitted by the Authority in the future be approved to the extent it provides for such use of industrial incentive awards; and

WHEREAS, the Authority has approved an Economic Development Plan for 2001 that provides for the use of net revenues from the sale of Expansion Power to support rates for Industrial Power Program customers and further, has authorized the submission of such Plan to the Board for its approval;

WHEREAS, the Authority has approved an Economic Development Plan for 2007 that provides for the use of net revenues from the sale of Expansion Power to support rates for Industrial Power Program customers and further, has authorized the submission of such Plan to the Board for its approval;

NOW THEREFORE BE IT RESOLVED, That the Board hereby determines that the Economic Development Plan for 2007 which is submitted by the Authority, and its implementation is consistent with the criteria and requirements provided for in Sections 184 and 185 of the New York Economic Development Law and in Part 370 of Title 21 of the Official Compilation of Codes, Rules and Regulations of the State of New York; and be it further

RESOLVED, That the Power Allocation Board hereby approves such Plan providing for the use of net revenues from the sale of Expansion Power to support rates for Industrial Power Program customers, in accordance with the attached memorandum.

4. Other Business

Judge Nicandri thanked Ms. Anne Cahill for her help and cooperation in her role as Corporate Secretary to the Power Authority.

Chairman Schoetz noted the contributions and dedication of Mr. James Duncan, who recently resigned from the Board after many years of service, saying that his efforts would certainly be missed. Mr. McGarry said that Mr. Duncan had served with great distinction and that he would miss him and Judge Nicandri joined in those sentiments.

5. **Next Meeting**

The next meeting of the Board is to be determined.