

***MINUTES OF THE REGULAR MEETING
OF
THE ECONOMIC DEVELOPMENT POWER
ALLOCATION BOARD***

February 23, 1999

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Queens County
Con Edison

Catholic Medical Center of Brooklyn &
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Queens County
Con Edison

DLX Industries
Kings County
Con Edison

Elmhurst Dairy
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Niagara Mohawk

Eastman Machine
Chemung County
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Fashion Tanning Company
Fulton County
Niagara Mohawk

General Electric Plastics
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Intertek Testing
Broome County
Niagara Mohawk

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Madison County
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St. Lawrence County
Niagara Mohawk

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Erie County
Niagara Mohawk

Pearl Leather Finishers
Fulton County
Niagara Mohawk

Rome Memorial Hospital
Oneida County
Niagara Mohawk

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February 23, 1999

A regular meeting of the Economic Development Power Allocation Board was held at the New York City office of the Power Authority of the State of New York at 1633 Broadway, Board Room at 3:30 p.m.

The following Members of the Board were present:

1. Clarence D. Rappleyea - Chairman
2. H. Douglas Barclay
3. Joseph M. DelSindaco

Also in attendance were:

David E. Blabey	Executive Vice President, Secretary and General Counsel, NYPA
Louise M. Morman	Senior Vice President – Marketing & Economic Development, NYPA
Joseph J. Carline	Assistant General Counsel, NYPA
James H. Yates	Director – Business Marketing and Economic Development, NYPA
James Pasquale	Manager – Business Power Allocation and Compliance, NYPA
Sharon E. Johnson	Analyst, NYPA
Anne Wagner-Findeisen	Deputy Secretary, NYPA
Laura Badamo	Assistant Secretary, NYPA
Vernadine E. Quan-Soon	Assistant Secretary, NYPA
Michael Petralia	Vice President – Public Affairs, NYPA
Steve Shoenholz	Deputy Vice President – Public Affairs, NYPA
John L. Murphy	Director – Public Information, NYPA
Michelle Romero	Assemblyman Boyland’s Office
Michael Bloome	Consultant – Utiliservice

Chairman Rappleyea presided at the meeting and Mr. Blabey kept the minutes.

February 23, 1999

2. Adoption of Minutes

The minutes of the meeting of November 24, 1998 were unanimously adopted by the members of the Board.

At the Chairman's request, Mr. Yates clarified a revision to the minutes for Agenda Item # 9 – Extension of EDP Allocations for Longer-Term Contractual Arrangements with Authority Business Customers, explaining that one allocation (Anchor Glass) had been inadvertently omitted from the recommended list for term extensions. Mr. Yates distributed a revised Exhibit "A" for the November 24, 1998 minutes reflecting 42 companies with allocation extensions.

February 23, 1999

3. Opening Remarks of Chairman Clarence D. Rappleyea

Chairman Rappleyea welcomed the board members to the first meeting of Year Two of the Power for Jobs program. The Chairman noted that there is a total of 133 MW of power available for allocation this year. The Chairman further noted that another 50 MW will remain available for allocation in Year Three.

The Chairman recalled that the Board met nine times in 1998 and at its meeting of November 24, 1998, the Board completed Year One allocations of the 267 MW authorized in the "Power for Jobs" statute. The Chairman underscored that the Program's first year allocations helped to create more than 7,200 jobs and retain more than 169,000 jobs. The Chairman further noted that the total number of recipients in the first year was 263 businesses, large and small, and 65 not-for-profit organizations.

The Chairman also noted that the 650 jobs/MW impact was far greater than the initial 100 jobs/MW benchmark, and that this impressive ratio resulted in the program succeeding beyond all expectations.

Chairman Rappleyea explained that the review process for setting recommendations once again included participation by the Empire State Development Corporation and the Public Service Commission's Office of Business Advocate. Each application was reviewed to assess the jobs created, jobs retained, energy savings, investment, payroll, and community impact.

Mr. Yates then presented the applications as set forth below.

February 23, 1999

4. Consolidated Edison Service Territory

The Members of the Board considered the ten applications listed below for Power for Jobs.

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

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

**Catholic Medical Center of Brooklyn & Queens
Queens County**

**Catholic Medical Center of Brooklyn & Queens
(Bishop Mugavero Hospital)
Queens County**

**Catholic Medical Center of Brooklyn & Queens
(St. John's Queens Hospital)
Queens County**

**Catholic Medical Center of Brooklyn & Queens
(St. Joseph's Hospital)
Queens County**

**Catholic Medical Center of Brooklyn & Queens
(St. Mary's Hospital)
Queens County**

**DLX Industries
Kings County**

**Elmhurst Dairy
Queens County**

**Hudson Valley Hospital Center
Westchester County**

**Reliable Automatic Sprinkler
Westchester County**

**St. Joseph's Hospital & Nursing Home
Westchester 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 and Chapter 386 of the Laws of 1998; and be it further

RESOLVED, That the Board hereby recommends to the Power Authority of the State of New York the ten allocations discussed herein totaling 3,150 kW for Consolidated Edison's service territory for three years, and that the following terms be incorporated into the Power Authority's contracts for Power for Jobs Service:

- **applicants to maintain a total of 9,054 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.**

February 23, 1999

5. Long Island Power Authority Service Territory

The Members of the Board considered four applications listed below for Power for Jobs.

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

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

**Brunswick Hospital
Suffolk County**

**Crescent Duck Farm
Suffolk County**

**Fonar Corp.
Suffolk County**

**Johnson & Hoffman Manufacturing Corp.
Nassau 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 and Chapter 386 of the Laws of 1998; and be it further

RESOLVED, That the Board hereby recommends to the Power Authority of the State of New York the four allocations discussed herein totaling 2,375 kW for Long Island Power Authority's service territory for three years, and that the following terms be incorporated into the Power Authority's contracts for Power for Jobs Service:

- **applicants to maintain a total of 1,808 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.**

February 23, 1999

6. Niagara Mohawk Service Territory

The Members of the Board considered nineteen applications listed below for Power for Jobs.

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

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

**Albany Molecular Research
Saratoga County**

**BOC Edwards Calumatic
Erie County**

**Climax Manufacturing
Jefferson County**

**Curtains & Fabrics
Niagara County**

**Eastman Machine
Chemung County**

**Fashion Tanning Company
Fulton County**

**General Electric Plastics
Albany County**

**Intertek Testing
Broome County**

**Marquadt Switches
Madison County**

**Mead Specialty Paper
St. Lawrence County**

Osmose, Inc.

**Erie County
Pearl Leather Finishers
Fulton County**

**Rome Memorial Hospital
Oneida County**

**Schneider Packing Equipment
Onondaga County**

**Sierra Technologies
Erie County**

**Sorrento Cheese
Erie County**

**Stearns & Wheeler
Madison County**

**Syracuse Castings Sales Corp.
Onondaga County**

**White Mop Wringer Company
Montgomery 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 and Chapter 386 of the Laws of 1998; and be it further

RESOLVED, That the Board hereby recommends to the Power Authority of the State of New York the nineteen allocations discussed herein totaling 14,665 kW for Niagara Mohawk's service territory for three years, and that the following terms be incorporated into the Power Authority's contracts for Power for Jobs Service:

- **applicants to maintain a total of 5,323 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.**

February 23, 1999

7. **New York State Electric & Gas Service Territory**

The Members of the Board considered seven applications listed below for Power for Jobs.

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

WHEREAS, the following entities in New York State Electric & Gas' services territory have applied for allocations of Power for Jobs Service:

**Azon Corporation
Broome County**

**Hadco Corporation
Tioga County**

**Lockport Memorial Hospital
Niagara County**

**McGard, Inc.
Erie County**

**National Pipe & Plastic
Broome County**

**Seneca Foods Corp.
Ontario County**

**Silgan Container Manufacturing Corp.
Wayne 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 and Chapter 386 of the Laws of 1998; and be it further

RESOLVED, That the Board hereby recommends to the Power Authority of the State of New York the seven allocations discussed herein totaling 6,400 kW for New York State Electric & Gas' service territory for three years, and that the following terms be incorporated into the Power Authority's contracts for Power for Jobs Service:

- **applicants to maintain a total of 2,965 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.**

February 23, 1999

8. Orange & Rockland Service Territory

The Members of the Board considered the application listed below for Power for Jobs.

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

WHEREAS, the following entity in Orange & Rockland's services territory has applied for allocations of Power for Jobs Service:

**Sorrento Cheese
Orange 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 and Chapter 386 of the Laws of 1998; and be it further

RESOLVED, That the Board hereby recommends to the Power Authority of the State of New York the one allocation discussed herein totaling 500 kW for Orange & Rockland's service territory for three years, and that the following terms be incorporated into the Power Authority's contracts for Power for Jobs Service:

- **applicants to maintain a total of 78 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.**

February 23, 1999

9. Rochester Gas & Electric Service Territory

The Members of the Board considered four applications listed below for Power for Jobs.

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

WHEREAS, the following entity in Rochester Gas & Electric's services territory has applied for allocations of Power for Jobs Service:

**Morgood Tools
Monroe County**

**Rockwood Automatic Machine
Monroe County**

**Seneca Foods Corp.
Wayne County**

**XLI Corp.
Monroe 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 and Chapter 386 of the Laws of 1998; and be it further

RESOLVED, That the Board hereby recommends to the Power Authority of the State of New York the four allocations discussed herein totaling 1,750 kW for Rochester Gas & Electric's service territory for three years, and that the following terms be incorporated into the Power Authority's contracts for Power for Jobs Service:

- **applicants to maintain a total of 506 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.**

February 23, 1999

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

11. Closing Remarks of Chairman Clarence D. Rappleyea

Chairman Rappleyea explained that of the allocations presented today, 23.65 MW were for 25 business allocations; 2.54 MW were for 11 small businesses; and 2.65 MW were for nine not-for-profit entities.

Chairman Rappleyea stated that the Board will continue to keep pace on the 100 MW set-aside for not-for-profits and small business (5.19 MW added to the 61 MW allocated in the first year). The Chairman underscored that again, the recommended allocations have an outstanding job/MW impact: 19,734 jobs for 28.84 MW's; and 684 jobs / MW ratio, also entailing the creation of more than 600 new jobs.

February 23, 1999

12. Next Meeting

It was agreed that the next meeting of the Board would be held on March 30, 1999 at 10:00 a.m.

Upon motion duly made and seconded, the meeting was adjourned at 3:45 p.m.