

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

***March 28, 2000– 10:00 A.M. - NYO***

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**March 28, 2000**

A regular meeting of the Economic Development Power Allocation Board was held at the New York Office of the Power Authority of the State of New York at 1633 Broadway, Chairman's Conference Room at 10:00 a.m.

The following Members of the Board were present:

Clarence D. Rappleyea – Chairman  
H. Douglas Barclay  
Joseph M. DelSindaco

Also in attendance were:

Eugene W. Zeltmann	President and Chief Operating Officer, NYPA
David E. Blabey	Executive Vice President, Secretary and General Counsel, NYPA
Louise M. Morman	Senior Vice President – Marketing & Economic Development, NYPA
James H. Yates	Vice President Major Account - Marketing and Economic Development, NYPA
James Pasquale	Manager – Business Power Allocation and Compliance, NYPA
C. John Clemente	Deputy General Counsel, NYPA
Anne Wagner-Findeisen	Deputy Secretary, NYPA
Vernadine E. Quan-Soon	Senior Assistant Secretary, NYPA
John Hamor	Director – Intergovernmental Relations, NYPA
Daniel Berical	Vice President - Policy and Governmental Affairs, NYPA

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**March 28, 2000**

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

**March 28, 2000**

**1. Adoption of Minutes**

The minutes of the meeting of February 16, 2000 were unanimously adopted by the Members of the Board present.

**March 28, 2000**

2. **Opening Remarks of Chairman Clarence D. Rappleyea**

Chairman Rappleyea welcomed the Board to the third meeting of Year Three of the Power for Jobs program. The Chairman noted that last month we acted on allocations totaling 20 MW that added 15 more employers to the list of Power for Jobs customers. Those allocations were linked to commitments for some 6,000 jobs.

Chairman Rappleyea also noted that the review process for the recommendations includes input from 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.

Chairman Rappleyea further noted that the Board is authorized by the "Power for Jobs" statute to consider recommendations for allocations that exceed the territorial distribution of the program's megawatts. Specifically, the law states:

*[T]he board may recommend an allocation which exceeds any proportional distribution if it determines that such an allocation would advance the public policy set forth in this section to provide effective incentives to promote economic development, maintain and develop jobs, and encourage new capital investment throughout New York State.*

Chairman Rappleyea explained that by statute, the Year Three allocation of Power for Jobs totals 50 megawatts. However, we also have additional megawatts available from previous years' recommended allocations that were returned unused by the applicants, as well as a small amount of power recaptured due to an applicant's failure to meet job commitments.

At the Chairman's request, Mr. Yates then presented the applications as set forth below.

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3. **Consolidated Edison Service Territory**

The members of the Board considered the three applications listed below for Power for Jobs. Mr. Yates explained that some 324 jobs would be impacted, including five new jobs created.

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

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

**Anacote Corporation  
Long Island City - Queens County**

**The Kruysman Company  
Long Island City - Queens County**

**Losquadro Ice Company, Inc.  
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 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 allocations discussed herein totaling 1,105 kW for Consolidated Edison's service territory for three years, and that the following terms be incorporated into the Power Authority's contract for Power for Jobs Service:**

- **applicants to maintain a total of 324 jobs;**
- **such allocation 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.**

March 28, 2000

4. **Niagara Mohawk Service Territory**

The members of the Board considered the eleven applications listed below for Power for Jobs. Mr. Yates explained that some 2,602 jobs would be impacted, including 364 new jobs created.

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

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

**Anheuser-Busch, Inc.  
Baldwinsville - Onondaga County**

**Ball Metal Beverage Container Corp.  
Saratoga - Saratoga County**

**Ball Plastic Container Corp.  
Baldwinsville - Onondaga**

**D.E.C. Properties, Inc.  
Alexandria Bay - Jefferson County**

**The Drescher Corporation  
Liverpool - Onondaga County**

**IPAC Corporation  
Niagara Falls - Niagara County**

**L.A.B. Equipment, Inc.  
Skaneateles – Onondaga County**

**Mid-State Raceway, Inc.  
Vernon - Oneida County**

**MVP Health Plan, Inc.  
Schenectady - Schenectady County**

**Outokumpu American Brass, Inc.  
Buffalo - Erie County**

**Syracuse Heat Treating Corporation  
Syracuse – Onondaga 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 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 eleven allocations discussed herein totaling 16,205 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 2,602 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.**

March 28, 2000

5. **NYSEG's Service Territory**

The members of the Board considered the three applications listed below for Power for Jobs. Mr. Yates explained that some 554 jobs would be impacted, including 71 new jobs created.

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:**

**F. M. Howell & Co.  
Elmira - Chemung**

**Hunt Country Furniture, Inc.  
Wingdale - Dutchess County**

**Mountainside Farms Division of  
Worcester Creameries  
Roxbury - Delaware 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 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 allocations discussed herein totaling 1,820 kW for NYSEG'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 554 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. **Rochester Gas & Electric Service Territory**

The members of the Board considered the two applications listed below for Power for Jobs. Mr. Yates explained that some 238 jobs would be impacted and some 13 new jobs created.

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

**WHEREAS, the following entities in Rochester Gas & Electric's service territory have applied for allocations of Power for Jobs service:**

**Magnus Manufacturing Corporation  
Shortsville – Ontario County**

**Seneca Foods Corporation  
Leicester – Livingston 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 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 allocations discussed herein totaling 1,275 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 238 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.**

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

March 28, 2000

8. **Closing Remarks of Chairman Clarence D. Rappleyea**

Chairman Rappleyea noted that this month's recommended allocations will protect 3,800 jobs and create 465 new jobs. That brings the total number of jobs protected by Power for Jobs to more than 268,000, including more than 12,000 new jobs. He further noted that it is important to remember that it was initially projected that the program might produce job commitments of 40,000.

Chairman Rappleyea stated that it is also noteworthy that the first quarterly review of the "Power for Jobs" program, auditing the job commitments of the 58 companies receiving low-cost electricity during the first half of 1998, showed that they exceeded their overall job commitments by nearly 2,000 jobs.

The Chairman noted that today's action exhausts all the remaining power in the Power for Jobs program. He stated that the Governor has proposed a new 200 MW program for upstate, as part of his budget proposal and that both houses of the legislature have approved budget resolutions that include measures adding to the amount of power available for allocations this year. Chairman Rappleyea further stated that there is not yet consensus on the details and until legislation is enacted, he cannot predict when the board might need to meet again.

He thanked all the involved groups who screened the numerous applications. He further stated that it was a great program and it proved to be very equitable. He and the Board thanked everyone involved for the splendid job they did.

9. **Next Meeting**

No meeting date was scheduled.

**Closing**

Upon motion duly made and seconded, the meeting was adjourned at 10:20  
a.m.