

**ECONOMIC DEVELOPMENT POWER  
ALLOCATION BOARD**

**MINUTES**

**June 24, 2003**

**Video Conference – 10:00 a.m.**

**Richard M. Flynn Power Project, 607 Union Ave., Holtsville, NY  
30 South Pearl Street, 10<sup>th</sup> Floor, Albany, New York  
Empire State Development Corp., 633 Third Avenue, 36<sup>th</sup> Floor Conference Rm. B, NY, NY  
Louis P. Ciminelli Construction, 369 Franklin Street, Buffalo, NY  
Univisions – 107 Twin Oaks Drive, Syracuse, NY**

1. Ratification of Power for Jobs allocation to Hand Held Products, Inc.
2. Approval of the Minutes of the Meeting of May 20, 2003

**RE-APPLICATIONS FOR POWER FOR JOBS POWER**

3. Con Edison - Service Territory

D.C. Wholesale Meat, Inc.  
Brooklyn – Kings County

E&G Kosher Food  
Brooklyn – Kings County

Haleakala, Inc. dba The Kitchen  
New York – New York County

Manhattan School of Music  
New York – New York County

Museum of American Folk Art  
New York – New York County

The 122 Community Center, Inc.  
New York – New York County

The Harlem School of the Arts  
New York – New York County

The York Theater Company  
New York – New York County

Vineland Kosher Poultry  
Brooklyn – Kings County

Women's Housing and Economic Development Corp.  
Bronx – Bronx County

YWCA of the City of New York  
New York – New York County

4. Long Island Power Authority - Service Territory

AEC Johnson & Hoffman Mfg., Inc.  
Carle Place – Nassau County

Brunswick Hospital Center, Inc.  
Amityville – Suffolk County

Deutsch Relays, Inc.  
Hauppauge – Suffolk County

5. Niagara Mohawk - Service Territory

3M Company  
Tonawanda – Erie County

AT&T Corporation  
Syracuse – Onondaga County

Bonnie Castle Resort as DEC Properties  
Alexandria Bay – Jefferson County

Burrows Paper Corporation  
Little Falls – Herkimer County

IMIFABI, LLC (Suzorite Minerals)  
Natural Bridge – Lewis County

Mid State Raceway, Inc.  
Vernon – Oneida County

Newstech, NY, Inc.  
Deferiet – Jefferson County

Organichem Corporation  
Rensselaer – Rensselaer County

Par Industries, LLC (Ultra Tools & Plastics)  
Amherst – Erie County

Schneider Packaging Equipment Co., Inc.  
Brewerton – Onondaga County

STK Electronics, Inc. dba Pelco Electronics Components  
Cazenovia – Madison County

6. New York State Electric & Gas Corp. - Service Territory

Derrick Corporation  
Buffalo – Erie County

F.M. Howell & Company dba Howell Packaging  
Elmira – Chemung County

Quebecor World Buffalo, Inc.  
Depew – Erie County

Silgan Containers Manufacturing Corporation  
Lyon – Wayne County

Taylor Metalworks, Inc. (Taylor Pohlman)  
Orchard Park – Erie County

### **APPLICATIONS FOR ECONOMIC DEVELOPMENT POWER - NEW**

7. Griffiss Local Development Corporation  
Rome – Oneida County - NIMO
8. ICM Controls Corporation  
Cicero – Onondaga County - NIMO
9. Sysco Foods Service Corporation  
Warners – Onondaga County - NYSEG

### **OTHER BUSINESS**

10. Informational Item - Power for Jobs - Status of Approved Applications and  
Summary of Action on Applications
11. Next Meeting

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

- 1) Robert M. Flynn Power Plant, 607 Union Avenue, Holtsville, NY 11742
- 2) New York Power Authority, 30 South Pearl Street, 10<sup>th</sup> Floor, Board Room, Albany, NY, 12207
- 3) Louis P. Ciminelli Construction Co., 369 Franklin Ave., Buffalo, NY 14202
- 4) Univisions Communications Group, 107 Twin Oaks Drive, Syracuse, NY, 12306
- 5) Empire State Development Corp., 633 Third Avenue, New York, NY

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

**Louis P. Ciminelli**, Chairman (Holtsville, NY)

**H. Douglas Barclay**, Member (Syracuse, NY)

**James Duncan** (Member, Buffalo, NY)

**Kevin S. Corbett**, Member (New York, NY)

**Also in attendance were:**

Eugene W. Zeltmann	President and Chief Executive Officer, NYPA
David E. Blabey	Executive Vice President, Secretary and General Counsel
Michael H. Urbach	Senior Vice President & Chief Financial Officer, NYPA
Thomas Warmath	Vice President and Chief Risk Officer, NYPA
James H. Yates	Vice President - Major Account Marketing & Economic Development, NYPA
Joseph J. Carline	Assistant General Counsel – Power & Transmission, NYPA
Dennis Eccleston	Chief Information Officer
Angela D. Graves	Deputy Secretary, NYPA
Gary Paslow	Vice President – Governmental Affairs and Policy Development, NYPA
John B. Hamor	Director Inter-Governmental Relations, NYPA
James F. Pasquale	Manager – Business Power Allocations and Compliance, NYPA
Andrew J. McLaughlin	Assistant Secretary – Legal Affairs, NYPA
Peter Scalici	Deputy Inspector General, NYPA
Bonnie Fahey	Executive Assistant, NYPA
Noelle Zandri	Secretary to General Counsel, NYPA

1. **Ratification of Power for Jobs Allocations to Hand Held Products, Inc.**

At Chairman Ciminelli's request, Mr. Pasquale summarized the application status of the new application to Hand Held Products which had been considered by the Board at its meeting of May 20, 2003.

Board Member Duncan affirmatively ratified the Board's approval of aforesaid allocation.

2. **Adoption of Minutes**

The minutes of the meeting of May 20, 2003, were unanimously adopted.

**3. Consolidated Edison - Service Territory**

The members of the Board considered the 11 re-allocations listed below for Power for Jobs. Mr. Pasquale explained that some 663 jobs would be impacted.

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

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

**D.C. Wholesale Meat, Inc.  
Brooklyn – Kings County**

**E&G Kosher Food  
Brooklyn – Kings County**

**Haleakala, Inc. dba The Kitchen  
New York – New York County**

**Manhattan School of Music  
New York – New York County**

**Museum of American Folk Art  
New York – New York County**

**The 122 Community Center, Inc.  
New York – New York County**

**The Harlem School of the Arts  
New York – New York County**

**The York Theater Company  
New York – New York County**

**Vineland Kosher Poultry  
Brooklyn – Kings County**

**Women's Housing and Economic Development Corp.  
Bronx – Bronx County**

**YWCA of the City of New York  
New York – New York 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 11 re-allocations discussed herein totaling 925 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 663 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. Long Island Power Authority - Service Territory**

The members of the Board considered the three re-allocations listed below for Power for Jobs. Mr. Pasquale explained that some 1,417 jobs would be impacted.

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:**

**AEC Johnson & Hoffman Mfg. Inc.  
Carle Place – Nassau County**

**Brunswick Hospital Center, Inc.  
Amityville – Suffolk County**

**Deutsch Relays, Inc.  
Hauppauge – 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 925 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 1,417 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. Niagara Mohawk - Service Territory**

The members of the Board considered the 11 re-allocations listed below for Power for Jobs. Mr. Pasquale explained that some 2,359 jobs would be impacted.

Following consideration of such applications, the members of the Board present 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 allocation to “Par Industries, LLC (Ultra Tools & Plastics)”.

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

**3M Company  
Tonawanda – Erie County**

**AT&T Corporation  
Syracuse – Onondaga County**

**Bonnie Castle Resort as DEC Properties  
Alexandria Bay – Jefferson County**

**Burrows Paper Corporation  
Little Falls – Herkimer County**

**IMIFABI, LLC (Suzorite Minerals)  
Natural Bridge – Lewis County**

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

**Newstech, NY, Inc.  
Deferiet – Jefferson County**

**Organichem Corporation  
Rensselaer – Rensselaer County**

**Par Industries, LLC (Ultra Tools & Plastics)  
Amherst – Erie County**

**Schneider Packaging Equipment Co., Inc.  
Brewerton – Onondaga County**

**STK Electronics, Inc. dba Pelco Electronics Components  
Cazenovia – Madison 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 11 re-allocations discussed herein totaling 7,060 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 2,359 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. New York State Electric & Gas - Service Territory**

The members of the Board considered the five re-allocations listed below for Power for Jobs. Mr. Pasquale explained that some 1,865 jobs would be impacted.

Following consideration of such applications, the members of the Board present voted to adopt the following resolution by a vote of three in favor and one abstention. Chairman Ciminelli abstained from voting on the proposed allocation to "Quebecor World Buffalo, Inc."

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

**Derrick Corporation  
Buffalo – Erie County**

**F.M. Howell & Company dba Howell Packaging  
Elmira – Chemung County**

**Quebecor World Buffalo, Inc.  
Depew – Erie County**

**Silgan Containers Manufacturing Corporation  
Lyon – Wayne County**

**Taylor Metalworks, Inc. (Taylor Pohlman)  
Orchard Park – 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 hereby recommends to the Power Authority of the State of New York the five re-allocations discussed herein totaling 3,400 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 1,865 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. **Griffiss Local Development Corporation (“GLDC”)**

The Members of the Board considered the application for Economic Development Power (“EDP”) for economic development purposes submitted on behalf of Griffiss Local Development Corporation in the Niagara Mohawk service territory.

**GLDC** currently receives a 2,000 kW allocation of EDP that supported the redevelopment of the closed Griffiss Air Force Base and its transformation into the Griffiss Business & Technology Park (“the Park”). The transformation has been successful so far, in no small part, due to the lower-cost EDP power that has been used to attract new industry to the Park and the Central New York region. The GLDC is now requesting an additional allocation of 2,000 kW of EDP to attract Commodore Aviation, Inc. which is considering relocation from an out-of-state location to the Park. The company provides aircraft maintenance and modification services to domestic and international airline customers on a world wide basis. By allocating fixed price EDP to the Park Commodore will add 500 private sector jobs over three years and thereby increase total employment at the Park by about 15%.

Staff recommends that an allocation of 2,000 kW be approved for business expansion purposes for a term of 10 years.

Following consideration of such application, the members of the Board present voted unanimously to adopt the following resolution:

**WHEREAS, Griffiss Local Development Corporation has applied for allocation of Economic Development Power Service for business expansion purposes;**

**WHEREAS, an allocation of 2,000 kW would result in a ratio of 250 jobs per MW for Griffiss Local Development Corporation;**

**NOW THEREFORE BE IT RESOLVED, That the Board hereby finds and determines that such application meets the requirement of Section 187(g) of the Economic Development Law for business expansion purposes; and be it further**

**RESOLVED, That the Board hereby recommends to the Power Authority of the State of New York allocations totaling 2,000 kW for Niagara Mohawk’s service territory for ten years, and that the following terms be incorporated into the Power Authority’s contracts for Economic Development Power:**

- **applicant to create a total of 500 jobs;**
- **such allocations shall be subject to the real property investment and the reduction of power provisions set forth in the Power Authority’s standard form of contract for Economic Development Power.**

**8. ICM Controls Corporation (“ICM”)**

The Members of the Board considered the application for Economic Development Power (“EDP”) for economic development purposes submitted on behalf of ICM Controls Corporation in the Niagara Mohawk service territory.

**ICM**, located in Cicero, designs and manufactures electronic controls servicing the global HVAC market. Products produced include thermostats, motor protection devices, head pressure controls, defrost controls, and time delay relays. The company started in 1984 with 15 people and annual sales of \$1.2 million. Last year, ICM employed 194 regular full-time employees and achieved annual sales greater than \$16 million. The company has recently decided to relocate into a larger facility to be constructed, purchased or leased either in New York State or out-of-state, instead of expanding its existing facility to accommodate its anticipated increase in demand. The company currently employs 200 jobs and would create 100 new jobs in exchange for the allocation of 500 kW of EDP. An allocation of EDP will lower its operating costs and help the company to complete its expansion plans in New York State.

Following consideration of such application, the members of the Board present voted unanimously to adopt the following resolution:

**WHEREAS, ICM Controls Corporation has applied for allocations of Economic Development Power Service for business expansion purposes;**

**WHEREAS, an allocation of 500 kW would result in a ratio of 600 jobs per for ICM Controls Corporation;**

**NOW THEREFORE BE IT RESOLVED, That the Board hereby finds and determines that such application meets the requirement of Section 187(g) of the Economic Development Law for business expansion purposes; and be it further**

**RESOLVED, That the Board hereby recommends to the Power Authority of the State of New York allocations totaling 500 kW for Niagara Mohawk’s service territory for ten years, and that the following terms be incorporated into the Power Authority’s contracts for Economic Development Power:**

- **applicant to maintain a total of 200 and create 100 jobs;**
- **such allocations shall be subject to the real property investment and the reduction of power provisions set forth in the Power Authority’s standard form of contract for Economic Development Power.**

**9. Sysco Foods Service Corporation (“Sysco”)**

The Members of the Board considered the application for Economic Development Power (“EDP”) for economic development purposes submitted on behalf of Sysco Foods Services Corporation in the New York State Electric & Gas service territory.

**Sysco** is a distributor of food products to restaurants and institutional food preparers in a 16 county region. The company has other New York facilities in Albany, Jamestown, and Elmira. The distribution area of each facility is regional. Over the years the company has continued to expand its food warehousing and distribution operations. Sysco is now completing the third phase of its expansion plans which includes the construction of a new 25,000 square foot minus 10 degrees holding freezer and a new 35,000 square foot dry warehouse with equipment rooms and a battery charging area. The total cost of the expansion project is approximately \$4,400,000.

Following consideration of such application, the members of the Board present voted unanimously to adopt the following resolution.

**WHEREAS, Sysco Foods Service Corporation has applied for allocation of Economic Development Power Service; and**

**WHEREAS, an allocation of 400 kW would result in a ratio of 250 jobs per MW for Sysco Foods Service Corporation;**

**NOW THEREFORE BE IT RESOLVED, That the Board hereby finds and determines that such application meets the requirement of Section 187(g) of the Economic Development Law for business expansion and revitalization purposes; and be it further**

**RESOLVED, That the Board hereby recommends to the Power Authority of the State of New York allocations totaling 400 kW for NYSE&G service territory for three years, and that the following terms be incorporated into the Power Authority’s contracts for Economic Development Power:**

- **applicant to maintain 500 and create 100 jobs;**
- **such allocations shall be subject to the real property investment and the reduction of power provisions set forth in the Power Authority’s standard form of contract for Economic Development Power.**

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

11. Next Meeting

It was determined that the next meeting of the Board would take place on July 22, 2003, at 9:00 a.m.

**Closing**

Upon motion duly made and seconded, the meeting was adjourned at 10:23 a.m.