

**ECONOMIC DEVELOPMENT POWER
ALLOCATION BOARD**

MINUTES

**December 15, 2008
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
Niagara Power Project, 5777 Lewiston Road, Lewiston, NY
St. Lawrence Power Project, 830 Barnhart Island, Massena, NY***

1. Approval of the Minutes of the Meeting of November 17, 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	Memorial Sloan-Kettering Cancer Center New York - New York County
AT&T White Plains - Westchester County	New York Presbyterian Hospital New York - New York County
Bank of New York New York - New York County	Pepsi Cola Bottling Company College Point - Queens County

Long Island Power Authority - Service Territory

Ametek Hughes-Treitler Garden City – Nassau County	Kozy Shack, Inc. Hicksville - Nassau County
B.H. Aircraft Company, Inc. Ronkonkoma - Suffolk County	Standard Microsystems Corp. Hauppauge - Suffolk County
John Hassall, Inc. Westbury - Nassau County	Ultimate Precision Metal Farmingdale - Suffolk County

National Grid - Service Territory

Bank of New York Oriskany - Oneida County	OAB Holdings, Inc. Buffalo - Erie County
Birds Eye Foods, Inc. Fulton - Oswego County	Schilling Forge, Inc. Syracuse - Onondaga County
BorgWarner - Morse TEC Corp. Cortland - Cortland County	Snyder Industries, Inc. North Tonawanda - Niagara County

Cooper Hand Tools
Cortland - Cortland County

Syracuse Plastics, Inc.
Liverpool - Onondaga County

Cooper Industries, Inc.
Syracuse - Onondaga County

TMP Technologies, Inc.
Buffalo – Erie County

Fiber Glass Industries Inc.
Amsterdam - Montgomery County

Turbine Engine Components Technologies
Whitesboro - Oneida County

Norlite Corp.
Cohoes - Albany County

Welch-Allyn Data Collection Inc.
Skaneateles Falls - Onondaga County

New York State Electric & Gas – Service Territory

Audio Sears
Stamford - Delaware County

Schweizer Aircraft Corp.
Horseheads - Chemung County

Burt Rigid Box, Inc.
Oneonta - Otsego County

Sealing Devices, Inc.
Lancaster - Erie County

Endicott Interconnect Technologies
Endicott - Broome County

Soucy USA
Champlain - Clinton County

Frito-Lay, Inc.
Binghamton - Broome County

Therm Inc.
Ithaca - Tompkins County

National Pipe and Plastics
Vestal - Broome County

TMP Technologies, Inc.
Wyoming - Wyoming County

PCB Piezotronics, Inc.
Depew - Wayne County

Rochester Gas & Electric – Service Territory

Seneca Foods Corporation
Marion – Wayne County

3. Other Business
4. 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) Niagara Power Project, 5777 Lewiston Road, Lewiston, NY
- 4) St. Lawrence/FDR Power Plant, 830 Barnhart Island, Massena, NY

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

Kenneth Schoetz, Chairman (Niagara, NY)
James A. Duncan, Member (Niagara, NY)
Bernard P. McGarry, Member (Albany, NY)
Eugene L. Nicandri, Member, (Massena, NY)

Also in attendance were:

Anne B. Cahill	Corporate Secretary, NYPA
James H. Yates	Senior Vice President, - Marketing & Economic Development, NYPA
James F. Pasquale	Director – Marketing Analysis and Administration
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 November 17, 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 38 Power for Jobs (“PFJ”) customers as listed in Exhibit “A”.

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 38 PFJ customers, all of which are meeting their job commitment and are listed in Exhibit “A”. Collectively, these organizations have agreed to retain more than 40,000 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 38 businesses listed in Exhibit “A”.

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**

**Memorial Sloan-Kettering Cancer Center
New York - New York County**

**AT&T
White Plains - Westchester County**

**New York Presbyterian Hospital
New York - New York County**

**Bank of New York
New York - New York County**

**Pepsi Cola Bottling Company
College Point - Queens County**

Long Island Power Authority - Service Territory

**Ametek Hughes-Treitler
Garden City – Nassau County**

**Kozy Shack, Inc.
Hicksville - Nassau County**

**B.H. Aircraft Company, Inc.
Ronkonkoma - Suffolk County**

**Standard Microsystems Corp.
Hauppauge - Suffolk County**

**John Hassall, Inc.
Westbury - Nassau County**

**Ultimate Precision Metal
Farmingdale - Suffolk County**

National Grid - Service Territory

**Bank of New York
Oriskany - Oneida County**

**OAB Holdings, Inc.
Buffalo - Erie County**

**Birds Eye Foods, Inc.
Fulton - Oswego County**

**Schilling Forge, Inc.
Syracuse - Onondaga County**

**BorgWarner - Morse TEC Corp.
Cortland - Cortland County**

**Snyder Industries, Inc.
North Tonawanda - Niagara County**

**Cooper Hand Tools
Cortland - Cortland County**

**Syracuse Plastics, Inc.
Liverpool - Onondaga County**

**Cooper Industries, Inc.
Syracuse - Onondaga County**

**TMP Technologies, Inc.
Buffalo – Erie County**

**Fiber Glass Industries Inc.
Amsterdam - Montgomery County**

**Turbine Engine Components Technologies
Whitesboro - Oneida County**

**Norlite Corp.
Cohoes - Albany County**

**Welch-Allyn Data Collection Inc.
Skaneateles Falls - Onondaga County**

New York State Electric & Gas – Service Territory

**Audio Sears
Stamford - Delaware County**

**Schweizer Aircraft Corp.
Horseheads - Chemung County**

**Burt Rigid Box, Inc.
Oneonta - Otsego County**

**Sealing Devices, Inc.
Lancaster - Erie County**

**Endicott Interconnect Technologies
Endicott - Broome County**

**Soucy USA
Champlain - Clinton County**

**Frito-Lay, Inc.
Binghamton - Broome County**

**Therm Inc.
Ithaca - Tompkins County**

**National Pipe and Plastics
Vestal - Broome County**

**TMP Technologies, Inc.
Wyoming - Wyoming County**

**PCB Piezotronics, Inc.
Depew - Wayne County**

Rochester Gas & Electric – Service Territory

**Seneca Foods Corporation
Marion – Wayne 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 38 applications for extended benefits recommendations for electricity savings reimbursements discussed herein totaling 49,423 kW until June 30, 2009.

**Economic Development Power Allocation Board
Power for Jobs - Extended Benefits
Recommendation for Electricity Savings Reimbursements
Companies In Job Compliance**

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	624	852	228	37%	Yes	200	4,260	NFP	Community/cultural center
2	AT&T	White Plains	Westchester	Con Ed	560	535	610	75	14%	Yes	560	1,089	Large	Telecommunications
3	Bank of New York	New York	New York	Con Ed	4,700	6,180	6,339	159	3%	Yes	4,700	1,349	Large	Banking Services
4	Memorial Sloan-Kettering Cancer Cen	New York	New York	Con Ed	5,000	9,286	9,840	554	6%	Yes	5,000	1,968	NFP	Medical Center
5	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 care
6	Pepsi Cola Bottling Company	College Point	Queens	Con Ed	2,200	990	1,015	25	3%	Yes	2,200	461	Large	Manufactures & distributes of soft drinks
	Total Con Ed				6	17,660	26,038	27,079			17,660			
7	Ametek Hughes-Treitler	Garden City	Nassau	LIPA	500	172	164	-8	-5%	Yes	500	328	Large	Mfr. of heat exchangers for jet industry
8	B. H. Aircraft Company, Inc	Ronkonkoma	Suffolk	LIPA	400	79	79	0	0%	Yes	400	198	Large	Noise suppression hardware for engines
9	John Hassall, Inc.	Westbury	Nassau	LIPA	450	113	101	-12	-10%	Yes	450	224	Large	Manufacturer of aerospace metal fasteners
10	Kozy Shack, Inc.	Hicksville	Nassau	LIPA	1,000	260	270	10	4%	Yes	1,000	270	Large	Mfr. of puddings & snacks
11	Standard Microsystems Corp.	Hauppauge	Suffolk	LIPA	1,050	403	449	46	11%	Yes	1,050	428	Large	Maker of computer circuits and components
12	Ultimate Precision Metal	Farmingdale	Suffolk	LIPA	250	120	116	-4	-3%	Yes	250	464	Small	Manufactures controlled enclosures
	Total LIPA				6	3,650	1,147	1,179			3,650			
13	Bank of New York	Oriskany	Oneida	Grid	500	759	791	32	4%	Yes	500	1,582	Large	Banking Services
14	Birds Eye Foods, Inc.	Fulton	Oswego	Grid	1,500	280	294	14	5%	Yes	1,500	196	Large	Food processing and marketing company
15	Borg Warner Morse Tech Corp	Cortland	Cortland	Grid	1,500	216	209	-7	-3%	Yes	1,500	139	Large	Manufacturer of Auto Components
16	Cooper Hand Tools	Cortland	Cortland	Grid	1,330	123	118	-5	-4%	Yes	1,330	89	Large	Metal machining and casting
17	Cooper Industries (Cooper Crouse-Hinds)	Syracuse	Onondaga	Grid	2,350	592	678	86	15%	Yes	2,350	289	Large	Mfr. of electrical equipment
18	Fiber Glass Industries Inc.	Amsterdam	Montgomery	Grid	700	138	148	10	7%	Yes	700	211	Large	Produces high strength woven fabrics
19	Norlite Corp.	Cohoes	Albany	Grid	500	68	69	1	1%	Yes	500	138	Large	Manufacturer of Brass Fittings
20	OAB Holdings, Inc.	Buffalo	Erie	Grid	5,000	595	617	22	4%	Yes	5,000	123	Large	Metal manufacturing
21	Schilling Forge, Inc.	Syracuse	Onondaga	Grid	225	32	33	1	3%	Yes	225	147	Small	Forging Plant
22	Snyder Industries, Inc.	N. Tonawanda	Niagara	Grid	350	98	100	2	2%	Yes	350	286	Small	Machinery
23	Syracuse Plastics, Inc.	Liverpool	Onondaga	Grid	400	38	42	4	11%	Yes	400	105	Large	Maker of plastic parts and components
24	TMP Technologies, Inc.	Buffalo	Erie	Grid	150	36	34	-2	-6%	Yes	150	227	Small	Maker of foam, rubber, plastic products
25	Turbine Engine Components Technologies	Whitesboro	Oneida	Grid	1,200	281	288	7	2%	Yes	1,200	240	Large	Precision forging plant
26	Welch Allyn Data Collection Inc.	Skaneateles Falls	Onondaga	Grid	2,000	1,302	1,301	-1	0%	Yes	2,000	651	Large	Medical and dental equipment mfr.
	Total National Grid				14	17,705	4,558	4,722			17,705			
27	Audio Sears	Stamford	Delaware	NYSEG	190	89	81	-8	-9%	Yes	190	426	Small	Makes audio equipment
28	Burt Rigid Box, Inc.	Oneonta	Otsego	NYSEG	350	42	33	-9	-21%	Yes *	300	110	Small	Makes custom boxes for cosmetic industry
29	Endicott Interconnect Technologies	Endicott	Broome	NYSEG	3,500	4,207	4,172	-35	-1%	Yes	3,500	1,192	Large	Electronic/ electro-mechanical equipment
30	Frito-Lay, Inc.	Binghamton	Broome	NYSEG	1,000	578	575	-3	-1%	Yes	1,000	575	Large	Snack food mfr
31	National Pipe and Plastics	Vestal	Broome	NYSEG	1,300	174	172	-2	-1%	Yes	1,300	132	Large	PVC pipe producer
32	PCB Piezotronics, Inc.	Depew	Wayne	NYSEG	600	452	480	28	6%	Yes	600	800	Large	Capacitive and piezoelectric instruments
33	Schweizer Aircraft Corp.	Horseheads	Chemung	NYSEG	700	661	821	160	24%	Yes	700	1,173	Large	Aircraft and airframe parts and assemblies
34	Sealing Devices, Inc.	Lancaster	Erie	NYSEG	150	147	161	14	10%	Yes	150	1,073	Small	Die cut gaskets and sealing materials
35	Soucy USA	Champlain	Clinton	NYSEG	400	199	182	-17	-9%	Yes	400	455	Large	Storage & Warehouse facility
36	Therm Inc.	Ithaca	Tompkins	NYSEG	900	179	178	-1	-1%	Yes	900	198	Large	Manufacturer jet engine turbine airfoils
37	TMP Technologies, Inc.	Wyoming	Wyoming	NYSEG	268	57	57	0	0%	Yes	268	213	Small	Maker of foam, rubber, plastic products
	Total NYSEG				11	9,358	6,785	6,912			9,308			
38	Seneca Foods Corporation	Marion	Wayne	RGE	1100	115	110	-5	-4%	Yes	1,100	100	Large	Canned fruits & vegetables
	Total RG&E				1	1,100	115	110			1,100			

Total	38	49,473	38,643	40,002
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49,423

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

3. **Other Business**

Mr. James Pasquale presented the highlights of staff's recommendations to the Board. In response to a question from Mr. Nicandri, Mr. Pasquale said that the Power Authority has paid \$160 million in Power for Jobs rebates to date, with an additional \$73 million projected to be paid by the program's sunset date of June 30, 2009.

4. **Next Meeting**

The next meeting of the Board is to be determined.