

BOARD OF PUBLIC UTILITIES—Proceedings by Authority

State of New York :

Office of the Board: ss.

City of Jamestown:

Regular meeting of the Board of Public Utilities, City of Jamestown, New York, held **Tuesday, June 19, 2007, at 3:00 P.M.** in the offices of the Board, 92 Steele Street, Jamestown, New York.

BOARD MEMBERS:	Present	Absent
John Calamunci		X
William S. Gullotti	X	
Jeffrey A. Lehman, PE	X	
Lillian Vitanza Ney	X	
Carl P. Pillitteri	X	
Anthony Prinzi	X	
Wayne Rishell	X	
Mayor Samuel Teresi	X	
John Zabrodsky	X	
STAFF:		
Interim General Manager, David Leathers	X	
Deputy General Mgr., Randall S. Peterson, PE	X	
Business Manager, Michael A. Anderson	X	
Counsel, William Wright	X	
Sec of the Board, Julie M. Breen	X	
Communications Coordinator, Becky Robbins	X	
Water Supr., Mike Saar	X	

The media was notified of this meeting and was represented by Pat Fanelli and Sawyer Vanhorn.

On motion of Mr. Pillitteri, seconded by Mr. Prinzi, the minutes of the previous meeting were approved.

#070604 By Mr. Pillitteri:

Whereas, the Board has been provided with proposed written resolutions prior to this meeting and,

Whereas, each Board Member has been given adequate opportunity to discuss each resolution,

Now, Therefore, Be It

Resolved, that proposed resolutions #070604A-C be, and hereby are approved as written.

ADOPTED. Ayes: 8 Nays: 0
June 19, 2007

#070604A:

Resolved, That the warrants be drawn on the proper funds to pay bills which have been duly audited for the period ending June 19, 2007 as follows:

ELECTRIC LIGHT FUND	\$1,422,978.05
WATER RENT FUND	323,890.15
DISTRICT HEATING FUND	119,826.22
WASTEWATER OPERATING FUND	173,166.97
SOLID WASTE OPERATING FUND	85,707.08
Total	\$2,125,568.47

itemized copies of such audits to be placed on file in the office of this Board; and be it further

Resolved, that the action of the executive officers of this Board in drawing warrants on the Electric Light Fund in May, 2007 to pay the following payrolls and disbursements be approved and ratified:

Weekly Payroll No. 18	\$104,728.35
Weekly Payroll No. 19	104,100.33
Weekly Payroll No. 20	120,385.53
Weekly Payroll No. 21	103,528.44
Weekly Payroll No. 22	101,808.63
Social Security	40,198.55
Sam's Club Direct	350.22
National Grid (Trans Agreement)	140,718.95
NYISO – Settlement	19,724.81
NYS Sales Tax	88,414.44
NYS DEC	400.00
Mid American Natural Resources	10,125.00
Office Petty Cash Fund	247.15
National Fire Safety Council	150.00
Jamestown Juneteenth Planning	200.00
American Express – Corp. Card	3,739.15

Citi Business – Corp. Card	2,830.84
Total	\$841,650.39

and the action of said executive officers in drawing warrants on the Water Rent Fund in May, 2007 to pay the following payrolls and disbursements be approved and ratified:

Weekly Payroll No. 18	\$21,400.03
Weekly Payroll No. 19	22,392.44
Weekly Payroll No. 20	22,067.86
Weekly Payroll No. 21	21,959.74
Weekly Payroll No. 22	28,460.04
Social Security	8,731.22
National Grid	1,794.17
Total	\$126,805.50

and the action of said executive officers in drawing warrants on the Wastewater Operating Fund in May, 2007 to pay the following payrolls and disbursements be approved and ratified:

Weekly Payroll No. 18	\$19,193.13
Weekly Payroll No. 19	19,433.41
Weekly Payroll No. 20	19,602.28
Weekly Payroll No. 21	19,327.29
Weekly Payroll No. 22	19,405.55
Social Security	7,273.21
Total	\$104,234.87

and the action of said executive officers in drawing warrants on the Solid Waste Operating Fund in May, 2007 to pay the following payrolls and disbursements be approved and ratified:

Weekly Payroll No. 18	\$9,593.07
Weekly Payroll No. 19	9,300.97
Weekly Payroll No. 20	12,286.33
Weekly Payroll No. 21	9,277.22
Weekly Payroll No. 22	9,499.79
Social Security	3,746.90
Office Petty Cash Fund	14.64
NYS Teamsters Health Insurance	12,011.68
NYS Teamsters Retirement Fund	3,384.00
Total	\$69,114.60

#070604B:

Resolved, That unpaid utility accounts as shown on Statement of Delinquent Accounts No. 6-07 on file in the office of the Board of Public Utilities be certified to the

City Treasurer of the City of Jamestown for inclusion in the tax records of the City of Jamestown as provided in the 1923 City Charter and in accordance with the terms of this Board's resolution of December 13, 1934.

#070604C :

Resolved, That the bid of Jamestown Electric Supply of Jamestown, NY, on BD-11-07 opened June 12, 2007, in the amount of \$105,823 for Underground Copper Power Cable, be accepted; and be it further

Resolved, That the General Manager is hereby authorized to issue an Electric Division Purchase Order to Jamestown Electric Supply for this cable.

Discussion: Upon review of the two bids received, staff has determined that Jamestown Electric Supply Co. was the only bidder to meet the requirements of the specifications. The underground power cable will be used for general construction and replacement. This is budgeted for \$110,000 in the Capital Electric Budget.

#070605 By Mr. Pillitteri:

Whereas, three-quarters of this Board concurs that it is impractical to take bids for professional services to provide the equipment, labor, chemicals, and materials needed to perform a two stage chemical and mechanical cleaning of the internal heat exchanger tube surfaces on #6 Auxilliary heater at the Samuel A. Carlson Generating Station,

Now, Therefore, Be It

Resolved, That the action of the General Manager in issuing a Purchase Order to MPW Industrial Services, Inc. of Youngstown, OH, in the amount of \$30,000 for these professional services is hereby approved and ratified.

Discussion: During the fall of 2006 the Aux. heater experienced calcium build up which reduced the flow and efficiency of the main heater for the district heating system. At that time there was just a chemical cleaning done to the heater to increase flow for the winter heating demand. The cause of the build up of deposits on the inner surfaces of the tubes was attributed to water hardness in the system. Currently we are chemically treating the water for hardness and investigating a side stream water softener to rectify this issue. A mechanical cleaning has never been performed on this heater and is urgently needed at this time.

Cleaning was delayed until the scheduled plant outage when the heating requirements of the system could be handled by the Aux. boiler.

MPW was selected to perform this operation because of their performance on #'s 9 & 10 boilers and because they have adequately performed similar operations for the BPU in the past, including the pre-startup cleaning of the HRSG in 2001.

ADOPTED. Ayes: 8 Nays: 0
June 19, 2007

#070606 By Dr. Ney:

Resolved, That the bid of SJB Services, Inc. of Hamburg, NY, on BD-14-07 opened June 19, 2007, in the amount of \$60,000 to perform borings and laboratory analysis for the Clean Coal Project, be accepted; and be it further

Resolved, That the General Manager is hereby authorized to issue an Electric Division Purchase Order to SJB Services, Inc. for this analysis.

Discussion: This contract is in conjunction with Task 1 of the Clean Coal Project. The purpose is to obtain subsurface geo-technical information to correctly predict and estimate foundation design requirements and costs. This will be funded through the Capital Budget, new power plant engineering studies, (PAI #12), Account # 4297.

ADOPTED. Ayes: 8 Nays: 0
June 19, 2007

#070607 By Mr. Gullotti:

Whereas, the BPU Board of Directors passed resolution #021204 authorizing specific BPU employees to maintain one or more accounts with Carr Futures, Inc. for the purpose of hedging natural gas procurement costs,

Whereas, Carr Futures, Inc. has since been acquired by Calyon Financial Inc. and the BPU account has been assigned to Calyon Financial, Inc.,

Whereas, the BPU does from time to time need to designate staff members and authorize them to conduct business with Calyon Financial Inc. to manage this account including the posting of margin and the execution of orders to trade NYMEX natural gas futures contracts as described in resolution #021204,

Now, Therefore, Be It

Resolved, That the Board does hereby authorize David L Leathers - General Manager, Michael Anderson - Business Manager, and David A. Gustafson - Electric and Gas Resource Manager, to perform the business activities required to effectively manage

the Calyon Financial Inc. account including the posting and maintenance of margin as well as the execution of NYMEX natural gas futures contracts trading orders in accordance with the previously approved resolution #021204.

ADOPTED. Ayes: 8 Nays: 0
June 19, 2007

An update of the Water Division Strategic Plan was given by Mike Saar, Water Supervisor.

Dave Leathers highlighted that City Council approved a resolution in support of the FEIS at last night's City Council meeting. Dave and Steve Kulig attended this meeting. Dave also stated the Department of State has now provided documentation to the Village of Lakewood related to the Shared Municipal Services Incentive grant program; this grant will help fund the electric delivery feasibility study for Lakewood, Ellicott and Busti. The feasibility study will hopefully be initiated in the July/August timeframe; Jon Rynne will be the lead for the BPU.

On motion of Mr. Rishell, seconded by Mr. Pillitteri, the Board convened into executive session to discuss a potential litigation issue, two contract negotiation issues and two personnel issues.

There being no further business, the meeting was declared adjourned.

David L. Leathers, Interim General Manager
Michael A. Anderson, Business Manager