

**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, October 7, 2008**, at **12:00 P.M.** in the offices of the Board, 92 Steele Street, Jamestown, New York.

<b>BOARD MEMBERS:</b>	<b>Present</b>	<b>Absent</b>
Vince DeJoy	X	
William S. Gullotti	X	
Fred Larson	X	
Jeffrey A. Lehman, PE	X	
Carl P. Pillittieri	X	
Gregory Rabb (arrived at 12:30 PM)	X	
Wayne Rishell		X
Mayor Samuel Teresi	X	
John Zabrodsky	X	
<b>STAFF:</b>		
General Manager, David L. 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, Rebecca Robbins	X	
Elec & Gas Res Mgr., Dave Gustafson	X	
Dir. of HR, David Watkins	X	

**OTHERS:** Mr. Al Nottage, Lakewood, NY; David Wilkinson, Business Manager, Local 106; David Painter, Membership Development, Local 106

The media was notified of this meeting and represented by Kristen Johnson, Post Journal and Jade Boice, Cable 8 News.

On motion of Mr. Gullotti, seconded by Mr. Pillittieri, the minutes of the previous meeting were approved.

Mr. Zabrodsky invited members of the public to speak. Mr. Wilkinson said he and Mr. Painter were there to observe and are in support of the new power plant project.

**#081001 By Mr. Gullotti:**

Whereas, resolution #080301G was passed on March 4, 2008, authorizing the General Manager to issue a Water Division Purchase Order to Fluid Conservation Systems for a digital leak correlator, and

Whereas, the General Manager has recommended the rescission of that resolution.

Now, Therefore, Be It

Resolved, that resolution #080301G, passed on March 4, 2008, be and hereby is rescinded; and be it further

Resolved, That the bid of Pollard Water of New Hyde Park, NY, on BD-20-08 opened September 30, 2008, in the amount of \$19,950 for a digital leak correlator, be accepted; and be it further

Resolved, That the General Manager is hereby authorized to issue a Water Division Purchase Order to Pollard Water for this digital leak correlator.

Discussion: This was the lowest responsible bid of four received and meets all specifications. This unit will replace our existing leak correlator which is approximately 10 years old and is having more and more repair issues. Unfortunately, Fluid Conservation Systems (FCS), the manufacturer of our existing correlator, is not going to support this model any longer and staff will be unable to get repair service. The water department uses the leak correlator to pinpoint leaks in the distribution system, reducing the man hours and roadhole repair costs.

The digital leak correlator awarded to FCS on March 4, 2008, on BD-5-08 does not work and its performance is unacceptable. This correlator was never paid for because the manufacturer was given time to find out why the unit did not work and were unable to give a satisfactory answer. This unit will be returned to the manufacturer.

**ADOPTED.** Ayes: 7 Nays: 0  
October 7, 2008

**#081002 By Mr. Larson:**

Whereas, three-quarters of this Board concurs that it is impractical to take bids for proprietary parts for pulverizer maintenance at the Samuel A. Carlson Generating Station;

Now, Therefore, Be It

Resolved, That the action of the General Manager in issuing an Electric Division Purchase Order to Alstom Power, Inc. of Windsor, CT, in the amount not to exceed \$82,437 for this maintenance is hereby approved.

Discussion: The coal pulverizers stock was expended during scheduled mill maintenance. These parts will be for replenishment of spare parts. This item is budgeted in the O&M budget.

**ADOPTED.** Ayes: 7 Nays: 0  
October 7, 2008

**#081003 By Mr. Pillittieri:**

Whereas, three-quarters of this Board concurs that it is impractical to take bids for services to provide the equipment, labor, chemicals, and materials needed to perform a two stage chemical cleaning of the internal boiler tube surfaces on boiler #12 at the Samuel A. Carlson Generating Station due to the emergency nature of the work;

Now, Therefore, Be It

Resolved, That the action of the General Manager in issuing an Electric Division purchase order to Rocky Mountain Industrial Services (RMIS), LLC of Denver, CO, in the amount of \$91,241 for these services is hereby approved.

Discussion: During the summer of 2008 boiler #12 experienced several water wall tube failures caused by a buildup of calcium, phosphate, and copper deposits on the inner surface of these tubes. The cause of this buildup is currently under investigation and modifications to the water treatment program for the boiler water system are being developed for immediate implementation. However, due to the importance of maintaining the reliable operation of this boiler during the coming winter period it is recommended that this work be performed during late October '08, allowing the unit to be returned to operation by mid November in advance of the heavy load period.

RMIS was selected to perform this operation because they employ personnel who have extensive experience in the Carlson Station, having completed similar projects for the BPU in 2003 and 2004. They can also perform the work in the necessary time frame.

**ADOPTED.** Ayes: 7 Nays: 0  
October 7, 2008

Dave Leathers introduced David Watkins as the new Director of Human Resources for the BPU.

Mike Anderson presented the proposed 2009 District Heating Division Budget and the proposed 2009 Solid Waste Division Budget. There will be prepared resolutions at the next Board meeting on October 21<sup>st</sup> for award of these budgets.

Dave Leathers gave a General Manager's report on the results of the September RGGI auction, the public outreach meeting for Ward 1 at the Ring Elementary School on the Oxy-Coal Project, a New York State Sequestration Task Force public meeting tentatively planned for December 3<sup>rd</sup> in Jamestown, and a draft resolution for sequestration professional services work that will be presented at the next board meeting.

On motion of Mr. Lehman, seconded by Mr. DeJoy, the Board convened into executive session to discuss two contract negotiation issues.

On motion of Mayor Teresi, seconded by Mr. Lehman the Board convened into open session.

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

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