CITY OF RIVERSIDE

BOARD OF PUBLIC UTILITIES

Minutes of:	Regular Meeting of the Board of Public Utilities
Date of Meeting:	November 7, 2008
Time of Meeting:	8:30 a.m. (Began at 8:35 a.m.)
Place of Meeting:	Public Utilities Boardroom 3901 Orange Street (at Ninth & Orange Streets) Riverside, California

PLEDGE OF ALLEGIANCE TO THE FLAG WAS GIVEN

Roll Call

Present:	Dave Barnhart (Chair)	Bob Stockton (Vice-Chair)
	Mary Curtin	Ken Sutter
	Bernie Titus	Robert Elliott
	Manny Sanchez	Joe Tavaglione

Absent: Ian Davidson (absence due to vacation)

MINUTES

1. The approval of the regular meeting minutes from the Board of Public Utilities meeting held on October 17, 2008 were approved as submitted.

   Motion – Titus. Second – Elliott.

   Ayes: Barnhart, Stockton, Curtin, Sutter, Titus, Elliott, Sanchez, and Tavaglione.

   Noes: None.

   Abstain: None.

   Absent: Ian Davidson (absence due to vacation)

CITIZENS PARTICIPATION

Mrs. Magdalina Gurau spoke regarding her denial letter from staff for the Grove Preservation Service water rate that her family requested. The Board listened and directed that her concerns be brought to a future Water Committee meeting for discussion.

COMMITTEE REPORTS

2. WATER COMMITTEE MEETING
   The Board of Public Utilities accepted and filed the October 17, 2008 Water Committee Minutes.

3. FINANCE/MARKETING COMMITTEE MEETING
   The Board of Public Utilities accepted and filed the October 29, 2008 Finance/Marketing Committee Minutes.

CONSENT CALENDAR – (Items 4, 5, 8, and 9)

A motion was made to approve the following items on the Consent Calendar with the exception of Item 6, **BLACK-START GENERATOR FOR RIVERSIDE ENERGY RESOURCE CENTER (RERC) – REJECTION OF BID NO. 6620**, Item 7, **PURCHASE OF FIRE HYDRANT/BACKFLOW WATER METERS FOR WATER FIELD OPERATIONS FROM PERFORMANCE METERS**, Item 10, **2009 ANNUAL SHAREHOLDERS MEETINGS VOTING PROXIES - MUTUAL COMPANIES (VOTING REPRESENTATION AND APPOINTMENT OF ALTERNATES)**, and Item 11, **PUBLIC UTILITIES ELECTRIC ANNUAL RESOURCE ADEQUACY PLAN FOR 2009**, which were moved to the Discussion Calendar.

Motion – Curtin. Second – Sutter.

Ayes: Barnhart, Stockton, Curtin, Sutter, Titus, Elliott, Sanchez, and Tavaglione.

Noes: None.

Abstain: None.

Absent: Ian Davidson (absence due to vacation)

Electric Items

4. UNDERGROUND ELECTRIC LINE EXTENSION - FLEETWOOD COMMERCIAL COMPLEX WORK ORDER NO. 090010-01

The Board of Public Utilities approved the estimated capital expenditure of $120,000 to install an underground electric line extension to serve upgraded electric services for six existing commercial buildings for the Fleetwood Commercial Complex located on Myers Street, southeasterly of Rudicill Street.

5. INSTALLATION OF A BUS TIE FOR PLAZA TRANSFORMER T4 AND PURCHASE OF EQUIPMENT – WORK ORDER NO. 0904742

The Board of Public Utilities:

1. Approved the estimated capital expenditure of $283,000 to design, procure and install a 4 kV bus tie between transformers T4 and T2 at Plaza Substation; and
2. Awarded the purchase order for a metal enclosed disconnect switch and cable termination cabinet to the lowest responsive bidder, Myers Power Products, Inc., of Corona, California, in the amount of $59,478.

6. **MOVED TO DISCUSSION CALENDAR**

Water Items

7. **MOVED TO DISCUSSION CALENDAR**

8. PURCHASE OF REPLACEMENT STREET SWEEPER FOR WATER FIELD OPERATIONS

The Board of Public Utilities authorized the expenditure of $267,000 to replace 1988 diesel powered street sweeper I-041.

9. CONSTRUCTION OF JURUPA AVE 30-INCH BORE AND JACK PROJECT - AWARD OF BID NO. 6658

The Board of Public Utilities:

1. Approved the capital expenditure of $453,298 for Work Order No. 704078, which includes all design, construction, change order contingencies, construction management and inspection for the Jurupa Avenue 30-inch Bore and Jack Project, Bid No. 6658; and

2. Awarded a contract for the construction of the Jurupa Avenue 30-inch Bore and Jack Project, Bid No. 6658 to the lowest responsive bidder, Boudreau Pipeline Corporation, in the amount of $286,634.

Other Items

10. **MOVED TO DISCUSSION CALENDAR**

11. **MOVED TO DISCUSSION CALENDAR**

DISCUSSION CALENDAR

6. BLACK-START GENERATOR FOR RIVERSIDE ENERGY RESOURCE CENTER (RERC) – REJECTION OF BID NO. 6620

Board Member Manny Sanchez requested that this item be placed on the Discussion Calendar to obtain more explanation why this project received only one bid and if there were flaws in the specs that deterred others from bidding.

Following discussion, the Board of Public Utilities rejected the bid from Cummins Cal-Pacific for the purchase of a Black-start generator as non-responsive.

Motion – Stockton. Second – Curtin.

Ayes: Barnhart, Stockton, Curtin, Sutter, Titus, Elliott, Sanchez, and Tavaglione.

Noes: None.

Abstain: None.

Absent: Ian Davidson (absence due to vacation)

7. PURCHASE OF FIRE HYDRANT/BACKFLOW WATER METERS FOR WATER FIELD OPERATIONS FROM PERFORMANCE METERS

Board Member Manny Sanchez requested that this item be placed on the Discussion Calendar to obtain more explanation why staff did not bid this contract to different vendors to possibly obtain lower pricing.

Following discussion, the Board of Public Utilities authorized the issuance of a purchase order to Performance Meters in an amount not to exceed $280,000 for the procurement of Fire Hydrant/Backflow water meters to replace outdated fire hydrant water meters.

Motion – Curtin. Second – Sutter.

Ayes: Barnhart, Stockton, Curtin, Sutter, Titus, Elliott, Sanchez, and Tavaglione.

Noes: None.

Abstain: None.

Absent: Ian Davidson (absence due to vacation)

10. 2009 ANNUAL SHAREHOLDERS MEETINGS VOTING PROXIES - MUTUAL COMPANIES (VOTING REPRESENTATION AND APPOINTMENT OF ALTERNATES)

Staff requested that this item be placed on the Discussion Calendar because there were revisions in the report that needed to be discussed. Assistant General Manager/Resources Gary Nolff reported that a revision in the report was made to show Max Rasouli would be the alternate for Meeks & Daley Water Company instead of Gary Nolff. Also, on the attachment to the report, revisions were made to show that 19 shares were added to the City-Owned Shares of the Gage Canal Water Company (shareholder Kit Hall forfeited his shares after November 1st) and that Max Rasouli will hold 1.00 Share of Meeks & Daley Water Company.

Following discussion, the Board of Public Utilities recommended that the City Council approve the recommended appointed voting representatives and current designated alternates for the 2009 Annual Stockholders Meetings.

Motion – Titus. Second – Sutter.

Ayes: Barnhart, Stockton, Curtin, Sutter, Titus, Elliott, Sanchez, and Tavaglione.

Noes: None.

Abstain: None.

Absent: Ian Davidson (absence due to vacation)

11. PUBLIC UTILITIES ELECTRIC ANNUAL RESOURCE ADEQUACY PLAN FOR 2009

Board Member Ken Sutter requested this item be placed on the Discussion Calendar for a verbal detailed explanation of the Resource Adequacy Plan.

Following discussion, the Board of Public Utilities recommended that the City Council approve the attached Annual Resource Adequacy Plan for 2009.

Motion – Sutter. Second – Curtin.

Ayes: Barnhart, Stockton, Curtin, Sutter, Titus, Elliott, Sanchez, and Tavaglione.

Noes: None.

Abstain: None.

Absent: Ian Davidson (absence due to vacation)

12. CALTRANS 91HOV STATE HIGHWAY IMPROVEMENT PROJECT – ELECTRIC WORK ORDER NO. 0904345-01; AND WATER WORK ORDER NO. 0811609-01

Following discussion, the Board of Public Utilities:

1. Approved the estimated capital expenditure of $150,000 to prepare preliminary relocation plans and cost estimates to relocate the electric facilities in conflict with the proposed Caltrans 91HOV project along the 91 Freeway between Adams Street and 91/60/215 Interchange; Electric Work Order No. 0904345-01; and

2. Approved the estimated capital expenditure of $150,000 to prepare preliminary relocation plans and cost estimates to relocate the water facilities in conflict with the proposed Caltrans 91HOV project along the 91 Freeway between Adams Street and 91/60/215 Interchange; Water Work Order No. 0811609-01.

Motion – Tavaglione. Second – Elliott.

Ayes: Barnhart, Stockton, Curtin, Sutter, Titus, Elliott, Sanchez, and Tavaglione.

Noes: None.

Abstain: None.

Absent: Ian Davidson (absence due to vacation)

13. CONSTRUCTION OF VICTORIA AVENUE IMPROVEMENT PROJECT AWARD OF BID NO. 6617

Following discussion, the Board of Public Utilities:

1. Awarded a contract for the construction of the Victoria Avenue improvement Project, Bid No. 6617 to the lowest responsive bidder, Schilling Corporation, El Cajon, CA., in the amount of $738,817.04; and

2. Authorized the City Manager, or his designee, to execute the necessary documents.

Motion – Elliott. Second – Tavaglione.

Ayes: Barnhart, Stockton, Curtin, Sutter, Titus, Elliott, Sanchez, and Tavaglione.

Noes: None.

Abstain: None.

Absent: Ian Davidson (absence due to vacation)

14. UNIVERSITY OF CALIFORNIA RIVERSIDE (UCR) APPLYING FOR RIVERSIDE PUBLIC UTILITIES (RPU) ENERGY INNOVATIONS GRANT

Following discussion, the Board of Public Utilities recommended that City Council approve a research and development grant of $97,607 for FY 2008-09 to the University of California Riverside (UCR) under the Energy Innovations Grant program.

Motion – Tavaglione. Second – Sutter.

Ayes: Barnhart, Stockton, Curtin, Sutter, Titus, Elliott, Sanchez, and Tavaglione.

Noes: None.

Abstain: None.

Absent: Ian Davidson (absence due to vacation)

15. ITEMS FOR FUTURE BOARD OF PUBLIC UTILITIES CONSIDERATION AS REQUESTED BY A MEMBER OF THE BOARD OF PUBLIC UTILITIES

GENERAL MANAGER'S REPORT

16. Tequesquite Landfill Site – Community Information Meeting Scheduled on 11/15/2008

17. State and Federal Legislative Update

18. Monthly Power Supply Report - September 2008

19. Monthly Update of Goals

20. City Council Agendas - October 21, 2008 and October 28, 2008

21. Upcoming Meetings

22. Systematic Reporting on Conferences/Seminars

23. Electric / Water Utility Acronyms

24. Financial Statements – August 2008

UPCOMING MEETING

Chairman Dave Barnhart adjourned the meeting at 9:28 a.m. to the next regularly scheduled meeting of the Board of Public Utilities to be held on **Friday, November 21, 2008** at **8:30** a.m. in the Public Utilities Boardroom located at 3901 Orange Street in Riverside, California.

By: David H. Wright

David H. Wright, Secretary
Board of Public Utilities

Approved by: City of Riverside Board of Public Utilities

Dated: November 21, 2008