

CITY OF RIVERSIDE

BOARD OF PUBLIC UTILITIES

Minutes of: Regular Meeting of the Board of Public Utilities
Date of Meeting: November 21, 2008
Time of Meeting: 8:30 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: Bob Stockton (Vice-Chair) Mary Curtin
 Ken Sutter Bernie Titus
 Robert Elliott Ian Davidson

Absent: Dave Barnhart (absence due to other)
 Manny Sanchez (absence due to business)
 Joe Tavaglione (absence due to business)

PUBLIC HEARING

Vice-Chairman Stockton announced that the Board of Public Utilities was holding a public hearing regarding the City of Riverside's intent to draft a Groundwater Management Plan for the Riverside Basin in accordance with the requirements of Water Code sections 10750 et. seq." Mr. Stockton instructed that comments of any individual would be limited to three minutes and would be heard in order of sign up. Staff presented a summary of the issue.

Close Public Hearing

There were no public comments regarding this matter, so the Board of Public Utilities closed the public hearing.

Motion – Sutter. Second – Curtin.

Ayes: Stockton, Curtin, Sutter, Titus, Elliott, and Davidson.

Noes: None.

Abstain: None.

Absent: Dave Barnhart (absence due to other)
 Manny Sanchez (absence due to business)
 Joe Tavaglione (absence due to business)

1. NOTICE OF INTENT TO ADOPT A GROUNDWATER MANAGEMENT PLAN FOR THE RIVERSIDE BASIN

Following discussion, the Board of Public Utilities:

1. Conducted the initial public hearing regarding the City of Riverside's intent to draft a groundwater management plan (GWMP) for the Riverside Basin in accordance with the requirements of Water Code sections 10750 et. seq. (AB3030) and to receive public comment regarding the intention to draft the GWMP; and
2. Recommended that the City Council adopt a resolution of intention to draft the GWMP for the Riverside Basin.

Motion – Davidson. Second – Sutter.

Ayes: Stockton, Curtin, Sutter, Titus, Elliott, and Davidson.

Noes: None.

Abstain: None.

Absent: Dave Barnhart (absence due to other)
Manny Sanchez (absence due to business)
Joe Tavaglione (absence due to business)

MINUTES

2. The approval of the regular meeting minutes from the Board of Public Utilities meeting held on November 7, 2008 were approved as submitted.

Motion – Titus. Second – Curtin.

Ayes: Stockton, Curtin, Sutter, Titus, Elliott, and Davidson.

Noes: None.

Abstain: None.

Absent: Dave Barnhart (absence due to other)
Manny Sanchez (absence due to business)
Joe Tavaglione (absence due to business)

CITIZENS PARTICIPATION

No comments.

COMMITTEE REPORTS

3. "SPECIAL" FINANCE/MARKETING COMMITTEE REPORT
The Board of Public Utilities accepted and filed the November 7, 2008 "Special" Finance/Marketing Committee Minutes.
4. PROPERTY COMMITTEE REPORT - The Property Committee meeting scheduled on November 7, 2008 was cancelled.
5. ELECTRIC COMMITTEE REPORT - The Electric Committee meeting scheduled on November 12, 2008 was cancelled.

CONSENT CALENDAR – (Items 6 to 9)

A motion was made to approve the following items on the Consent Calendar:

Motion – Elliott. Second – Curtin.

Ayes: Stockton, Curtin, Sutter, Titus, Elliott, and Davidson.

Noes: None.

Abstain: None.

Absent: Dave Barnhart (absence due to other)
Manny Sanchez (absence due to business)
Joe Tavaglione (absence due to business)

Electric Items

Water Items

6. PURCHASE OF REPLACEMENT OF TWO 5-YARD DUMP TRUCKS FOR WATER FIELD OPERATIONS

The Board of Public Utilities approved the expenditure of \$120,000 to replace two 5-yard dump trucks –Vehicle Numbers S112 and S119.

7. INCREASE WORK ORDER AMOUNT FOR CONSTRUCTION OF SAN BERNARDINO WATER TRANSMISSION MAIN REPLACEMENT PROJECT (I-215 BORE & JACK SEGMENT)

The Board of Public Utilities:

1. Authorized an increase of \$152,000 in Work Order No. 0802843 for the construction of the I-215 Bore & Jack Segment of the San Bernardino Transmission Main Replacement Project;
2. Authorized an increase in the change order authority for Purchase Order No. 084549 with Murrieta Development Company, Inc., in the amount of \$86,464, for additional costs associated with pipe storage and pipe maintenance, as well as increased costs in prevailing wages and fuel rates; and
3. Authorized an increase in change order authority to the Professional Services Agreement with Tetra Tech, Inc., for additional survey work, if needed, in the amount of \$16,500.

8. CONSTRUCTION OF WATER MAIN REPLACEMENT PROJECT ON CHADBOURNE AVENUE (BETWEEN ARLINGTON AVENUE AND STOVER AVENUE)

The Board of Public Utilities approved the revised capital expenditure of \$220,000 for Work Order 800401, which includes all design, materials and construction costs for the Chadbourne Avenue Water Main Replacement Project.

9. CONSTRUCTION OF WATER MAIN REPLACEMENT PROJECT ON SHAMROCK AVENUE (BETWEEN FAIRMOUNT BOULEVARD AND MAIN STREET)

The Board of Public Utilities approved the capital expenditure in the amount of \$240,000 for Work Order 0501567, which includes all design and construction costs for the Shamrock Avenue Water Main Replacement Project.

Other Items

DISCUSSION CALENDAR

10. APPROVAL OF WORK ORDERS TO EXTEND THE FIBER OPTIC CABLE NETWORK TO SEVEN CITY PARKS

Following discussion, the Board of Public Utilities approved the estimated capital expenditure of \$615,405 to extend fiber optic cable to the following city parks: Villegas Park, La Sierra Park, Bordwell Park, Hunt Park, Arlington Park, Reid Park, and Bobby Bonds Park.

Motion – Titus. Second – Davidson.

Ayes: Stockton, Curtin, Sutter, Titus, Elliott, and Davidson.

Noes: None.

Abstain: None.

Absent: Dave Barnhart (absence due to other)
Manny Sanchez (absence due to business)
Joe Tavaglione (absence due to business)

11. DETAILED POLE INSPECTION PHASE 2

Following discussion, the Board of Public Utilities approved the estimated Maintenance expenditure of \$600,000 for Work Order No. 0905309.

Motion – Curtin. Second – Davidson.

Ayes: Stockton, Curtin, Sutter, Titus, Elliott, and Davidson.

Noes: None.

Abstain: None.

Absent: Dave Barnhart (absence due to other)
Manny Sanchez (absence due to business)
Joe Tavaglione (absence due to business)

12. CONSTRUCTION OF THE CENTRAL AVENUE WATER MAIN REPLACEMENT AND RECYCLED WATER PIPELINE PROJECT – PHASE II (600 FEET EASTERLY OF VICTORIA AVENUE TO CHICAGO AVENUE)

Following discussion, the Board of Public Utilities approved the capital expenditure in the amount of \$1,800,000 for Work Order 0902689, which includes all design, construction, change order contingencies, system connections, service tie-overs, construction management, inspection and geotechnical testing for the Central Avenue Water Main Replacement and Recycled Water Pipeline Project – Phase II (600 feet easterly of Victoria Avenue to Chicago Avenue).

Motion – Curtin. Second – Elliott

Ayes: Stockton, Curtin, Sutter, Elliott, and Davidson.

Noes: None.

Abstain: Titus (conflict of interest)

Absent: Dave Barnhart (absence due to other)
Manny Sanchez (absence due to business)
Joe Tavaglione (absence due to business)

13. ADOPTION OF 2008 POWER SUPPLY INTEGRATED RESOURCE PLAN

The Board of Public Utilities requested that the recommendation be revised to add "**conceptually approve and adopt**"....since the plan was in draft form.

Following discussion, the Board of Public Utilities **conceptually approved and adopted** the proposed 2008 Power Supply Integrated Resource Plan ("IRP").

Motion – Sutter. Second – Elliott.

Ayes: Stockton, Curtin, Sutter, Titus, Elliott, and Davidson.

Noes: None.

Abstain: None.

Absent: Dave Barnhart (absence due to other)
Manny Sanchez (absence due to business)
Joe Tavaglione (absence due to business)

14. ADDITIONAL UNIT CONTINGENT POWER PURCHASE AGREEMENT II BETWEEN SHOSHONE RENAISSANCE LLC, AND CITY OF RIVERSIDE

Following discussion, the Board of Public Utilities recommended that the City Council:

1. Approve the proposed Unit Contingent Power Purchase Agreement II (Agreement) between Shoshone Renaissance LLC (Shoshone Renaissance) and the City of Riverside (City) for geothermal power recognized as a certified renewable energy resource, in substantially the same form as the original agreement approved by the City Council on June 17, 2008, with the exception of pricing and delivery date changes as discussed below;
2. Authorize the City Manager, or his designee to extend the Start Up Deadline specified in the Agreement, if necessary;
3. Authorize the City Manager, or his designee, to provide notice of termination under the terms of the Agreement if Shoshone Renaissance breaches a material term of the Agreement; and
4. Authorize the Public Utilities General Manager, or his designee, to attest to the California Energy Commission compliance filing required pursuant to Chapter 11, Section 2909 of the Commission's Regulations, certifying the Agreement's compliance with California's Greenhouse Gas Emission Performance Standard.

Motion – Titus. Second – Elliott.

Ayes: Stockton, Curtin, Sutter, Titus, Elliott, and Davidson.

Noes: None.

Abstain: None.

Absent: Dave Barnhart (absence due to other)
Manny Sanchez (absence due to business)
Joe Tavaglione (absence due to business)

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

None.

GENERAL MANAGER'S REPORT

16. Update on the status of Riverside Energy Center Units 3&4, including permitting by the California Energy Commission
17. State and Federal Legislative Update
18. Electric / Water Contract Panel Update - November 2008
19. Monthly Benchmark Report Cards - October 2008
20. Open and Closed Work Orders - October 2008
21. Water Highlights - October 2008
22. City Council Agendas - November 4, 2008 and November 11, 2008
23. Upcoming Meetings
24. Systematic Reporting on Conferences/Seminars
25. Electric / Water Utility Acronyms

UPCOMING MEETING

Vice-Chairman Bob Stockton adjourned the meeting at 10:10 a.m. to the next regularly scheduled meeting of the Board of Public Utilities to be held on **Friday, December 5, 2008 at 8:30 a.m.** in the Public Utilities Boardroom located at 3901 Orange Street in Riverside, California.

By: 
David H. Wright, Secretary
Board of Public Utilities

Approved by: City of Riverside Board of Public Utilities

Dated: December 5, 2008