CITY OF RIVERSIDE

BOARD OF PUBLIC UTILITIES

Minutes of:	Regular Meeting of the Board of Public Utilities
Date of Meeting:	February 19, 2010
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 (Chair)	Ken Sutter (Vice Chair)
	Mary Curtin	Robert Elliott
	Bernie Titus	Ian Davidson
	Manny Sanchez	Justin Scott-Coe
	Gustavo Segura	

Absent: None.

PRESENTATION

A. EMPLOYEE RECOGNITION AWARDS

None.

MINUTES

1. The approval of the regular meeting minutes from the Board of Public Utilities meeting held on February 5, 2010 were approved as submitted.

   Motion – Elliott. Second – Davidson.

   Ayes: Stockton, Sutter, Curtin, Elliott, Titus, Davidson, Sanchez, Scott-Coe, and Segura.

   Noes: None

   Abstain: None.

   Absent: None.

CITIZENS PARTICIPATION

If you would like to speak regarding a matter not on the printed Agenda, please come forward and stand until recognized by the Chair – ***Public Participation is limited to 3 minutes on all items included in the agenda.***

None.

COMMITTEE REPORTS

2. ELECTRIC COMMITTEE REPORT - The Electric Committee meeting scheduled on February 5, 2010 was cancelled.

CONSENT CALENDAR

A motion was made to approve the following items on the Consent Calendar with the exception of Item 7, **BID SUB-718 BREACH OF CONTRACT AND AWARD TO NEXT LOWEST RESPONSIVE BID FOR CONTROL PANEL EQUIPMENT FOR THE RIVERSIDE ENERGY RESOURCE CENTER UNITS 3 AND 4** and Item 9, **PROCUREMENT OF EQUIPMENT FOR THE VARIABLE FREQUENCY DRIVE (VFD) RETROFIT PROJECT – WORK ORDER NOS. 1018564, 1018566, 1018567 and 1018568** , which were moved to the Discussion Calendar.

Motion – Curtin. Second – Titus.

Ayes: Stockton, Sutter, Curtin, Elliott, Titus, Davidson, Sanchez, Scott-Coe, and Segura.

Noes: None

Abstain: None.

Absent: None.

Electric Items

3. UNDERGROUND CABLE REPLACEMENT ON TRENTON AND HALIFAX – WORK ORDER NO. 1017448

The Board of Public Utilities approved the estimated capital expenditure of $59,000 for Work Order No. 1017448 to replace failed underground cable on Trenton to Halifax.

4. BLOWER UPGRADE – WATER QUALITY CONTROL PLANT – WORK ORDER NO. 100003-09

The Board of Public Utilities approved the estimated capital expenditure of $80,000 to upgrade underground facilities for the planned Public Works Blower Upgrade at the Water Quality Control Plant located on Acorn Street northeasterly of Jurupa Avenue.

5. RIVERSIDE RENAISSANCE OVERHEAD TO UNDERGROUND CONVERSION OF FIBER OPTIC CABLE FOR PUBLIC WORKS STREET IMPROVEMENT PROJECT ON VAN BUREN AVENUE FROM JACKSON STREET TO THE SANTA ANA RIVER - WORK ORDER NO. 1018241

The Board of Public Utilities approved the estimated capital expenditure of $76,600 to convert the overhead fiber optic network to underground on Van Buren Avenue from Jackson Street to Santa Ana River.

6. CIRCUIT 46 VOLTAGE CONVERSION PROJECT - WORK ORDER NO. 100004-06

The Board of Public Utilities approved the estimated capital expenditure of $100,000 to install approximately 2000 feet of underground cable and convert approximately 900 kW of commercial load from 4 kV to 12 kV along Arlington Avenue between Maude Street and San Diego Avenue.

7. **MOVED TO DISCUSSION CALENDAR**

8. OVERHEAD TO UNDERGROUND CONVERSION FOR THE EVANS RESERVOIR REPLACEMENT PROJECT ON CRANFORD AVENUE – WORK ORDER NO. 100012-02

The Board of Public Utilities approved the estimated capital expenditure of $260,000 to install underground structures on Cranford between Seventh and Linden Streets.

Water Items

9. **MOVED TO DISCUSSION CALENDAR**

Other Items

DISCUSSION CALENDAR

7. BID SUB-718 BREACH OF CONTRACT AND AWARD TO NEXT LOWEST RESPONSIVE BID FOR CONTROL PANEL EQUIPMENT FOR THE RIVERSIDE ENERGY RESOURCE CENTER UNITS 3 AND 4

Board Member Sanchez requested this item be placed on the discussion calendar for more explanation of performance bonds, bid bonds, contractor qualifications, and non-responsive bids.

The Board also requested that the following be added to the recommendations:
"That the Board of Public Utilities declare Power Up's bid to be non-responsive"

Following discussion, the Board of Public Utilities:

1. Declared Harlo Corporation in breach of contract for bid SUB-718 and terminate contract;

2. Approved award of bid to the next lowest responsive bidder for relay and control panels, equipment and spare parts to Crown Technical Inc., of Ontario, California, in the amount of $216,084 including sales tax;

3. Approved change order authority in the amount of $40,000 to include any costs associated with the expediting of delivery; and

4. Approved an increase in Work Order No. 0703511 by $56,680 – from $99,747,297.54 to $99,803,977.54, the difference between previous approval and the current approval; and

Motion – Sutter. Second – Scott-Coe.

Ayes: Stockton, Sutter, Curtin, Elliott, Titus, Davidson, Sanchez, Scott-Coe, and Segura.

Noes: None

Abstain: None.

Absent: None.

9. PROCUREMENT OF EQUIPMENT FOR THE VARIABLE FREQUENCY DRIVE (VFD) RETROFIT PROJECT – WORK ORDER NOS. 1018564, 1018566, 1018567 and 1018568

Board Member Sanchez requested this item be placed on the discussion calendar for more explanation of sole-source justification and timing of the bids vs project schedule.

Following discussion, the Board of Public Utilities:

1. Approved the capital expenditure of $44,840 for Work Order No. 1018564 (Cooley J Well), $50,960 for Work Order No. 1018566 (Scheuer Well), $31,870 for Work Order No. 1018567 (Raub 7 Well) and $72,260 for Work Order No. 1018568 (Garner 6 Well) which includes all procurement, design, construction, and contingencies for the Variable Frequency Drive (VFD) Retrofit Project; and

2. Awarded a contract for the purchase of four VFD systems to Brithnee Electric (Brithnee) of Colton, CA, in an amount not-to-exceed $147,811.

Motion – Titus. Second – Curtin.

Ayes: Stockton, Sutter, Curtin, Elliott, Titus, Davidson, Scott-Coe, and Segura.

Noes: None

Abstain: Sanchez.

Absent: None.

10. DEMOLITION OF BUILDINGS LOCATED AT 1388 E STREET, SAN BERNARDINO AND AWARD OF PURCHASE ORDER – WORK ORDER NO. 1020539

The Board requested that the following be added to the recommendations:

> "That the Board of Public Utilities direct staff to review for any potential environmental contamination on the property"

Following discussion, the Board of Public Utilities:

1. Approved the award of a purchase order to Ampco Contracting, Inc. for building demolition and lot clearing at 1388 E Street, San Bernardino; and

2. Approved the capital expenditure of $71,650 for Work Order No. 1020539, for the demolition of all structures located on the Property; and

3. Directed staff to review for any potential environmental contamination on the property.

Motion – Curtin. Second – Sutter.

Ayes: Stockton, Sutter, Curtin, Elliott, Titus, Davidson, Sanchez, Scott-Coe, and Segura.

Noes: None

Abstain: None.

Absent: None.

11. CONSTRUCTION OF THE MERRILL AVENUE 8-INCH WATER DISTRIBUTION MAIN REPLACEMENT PROJECT

Following discussion, the Board of Public Utilities approved the capital expenditure of $1,116,000 for Work Order No. 1013090, which includes all design and construction costs for the Merrill Avenue 8-Inch Water Distribution Main Replacement Project.

Motion – Sutter. Second – Titus.

Ayes: Stockton, Sutter, Curtin, Elliott, Titus, Davidson, Sanchez, Scott-Coe, and Segura.

Noes: None

Abstain: None.

Absent: None.

12. NON-RESIDENTIAL PHOTOVOLTAIC (PV) SYSTEM REBATE FOR THE INSTALLATION OF A 70.75 KW PV SYSTEM

Dr. Michael Boyko and his staff were in attendance and graciously accepted the Non-Residential Photovoltaic Rebate check in the amount of $200,000 from Riverside Public Utilities.

Following discussion, the Board of Public Utilities recommended that the City Council approve a rebate to Michael Boyko, DDS, through the Non-Residential Photovoltaic Rebate Program in the amount of $200,000.

Motion – Titus. Second – Scott-Coe.

Ayes: Stockton, Sutter, Curtin, Elliott, Titus, Davidson, Sanchez, Scott-Coe, and Segura.

Noes: None

Abstain: None.

Absent: None.

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

1. PG&E Ballot Proposition
2. Seven Oaks Update + Tour
3. Shoshone Project Update
4. Water Wise Garden Certification Possibility

RECOGNITION

14. RECOGNITION OF BOARD MEMBER ROBERT STOCKTON

    General Manager Dave Wright thanked Board Member Stockton for his dedication and willingness to serve on the Board of Public Utilities for 6 years.

GENERAL MANAGER'S REPORT

15. State and Federal Stimulus Fund Update - Discussion of any potential benefits to Riverside Public Utilities

16. State and Federal Legislative Update - Update on pending legislation that may impact the Water and/or Electric Utility

17. Monthly Update of Goals

18. Electric / Water Contract Panel Update - February 2010

19. Open and Closed Work Orders - January 2010

20. Water Highlights - January 2010

21. Financial Statements - October 2009

22. City Council Agendas - February 9, 2010 and February 16, 2010

23. Upcoming Meetings

24. Systematic Reporting on Conferences/Seminars

25. Electric / Water Utility Acronyms

UPCOMING MEETING

Chairman Bob Stockton adjourned the meeting at 9:25 a.m. to the next regularly scheduled meeting of the Board of Public Utilities to be held on **Friday, March 5, 2010** 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: March 5, 2010