



### **Close Public Hearing**

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

Motion – Elliott. Second – Curtin.

Ayes: Sutter, Elliott, Curtin, Davidson, Sanchez, and Ament.

Noes: None

Abstain: None.

Absent: Bernie Titus (absence due to vacation)  
Justin Scott-Coe (absence due to business)  
Gustavo Segura (absence due to illness)

### **B. ADOPTION OF PROPOSED CHANGES TO ELECTRIC RATES - GENERAL SERVICE - (SCHEDULE A), DOMESTIC SERVICE (SCHEDULE D), WIND MACHINES FOR FROST PROTECTION (SCHEDULE PW-1), AND LARGE GENERAL AND INDUSTRIAL SERVICE (SCHEDULE TOU)**

Following discussion, the Board of Public Utilities:

1. Conducted a public hearing to receive public input related to proposed changes to the Electric Rate Schedules A, D, PW-1, and TOU, including waivers of or adjustments to the Reliability Charges for qualified customers as outlined in this report;
2. Adopted a resolution establishing changes to the Electric Rate Schedules; and
3. Recommended that the City Council adopt the appropriate resolution approving the above recommendations.

Motion – Davidson. Second – Elliott.

Ayes: Sutter, Elliott, Curtin, Davidson, Sanchez, and Ament.

Noes: None

Abstain: None.

Absent: Bernie Titus (absence due to vacation)  
Justin Scott-Coe (absence due to business)  
Gustavo Segura (absence due to illness)

***A five-minute break was taken at this time before continuing with the Board of Public Utilities' meeting.***

## **MINUTES**

1. The approval of the regular meeting minutes from the Board of Public Utilities meeting held on April 16, 2010 was approved as submitted.

Motion – Curtin. Second – Ament.

Ayes: Sutter, Elliott, Curtin, Sanchez, and Ament.

Noes: None.

Abstain: Davidson.

Absent: Bernie Titus (absence due to vacation)  
Justin Scott-Coe (absence due to business)  
Gustavo Segura (absence due to illness)

## **CITIZENS PARTICIPATION**

None.

## **COMMITTEE REPORTS**

2. WATER COMMITTEE REPORT – The Water Committee meeting scheduled on April 16, 2010 was cancelled.
3. FINANCE/MARKETING COMMITTEE REPORT  
The Board of Public Utilities accepted and filed the April 23, 2010 Finance/Marketing Committee minutes.

## **CONSENT CALENDAR**

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

Motion – Davidson. Second – Curtin.

Ayes: Sutter, Elliott, Curtin, Davidson, Sanchez, and Ament.

Noes: None.

Abstain: None.

Absent: Bernie Titus (absence due to vacation)  
Justin Scott-Coe (absence due to business)  
Gustavo Segura (absence due to illness)

## **Electric Items**

4. ELECTRICAL MANHOLE REPLACEMENTS IN MONROE STREET AT DIANA AVENUE AND 700 FEET NORTH – WORK ORDER NO. 0908241

The Board of Public Utilities approved the estimated capital expenditure of \$278,670 for underground electrical distribution manhole replacements in Monroe Street at Diana Avenue and at 700 feet northerly of Diana Avenue.

Water Items

5. CONSTRUCTION OF THE CITRUS STREET PRESSURE REDUCING VALVE (PRV) STATION PROJECT, WORK ORDER NO. 1019281

The Board of Public Utilities approved the capital expenditure in the amount of \$205,000 for Work Order No. 1019281, which includes design and construction costs for the Citrus Street PRV Station Project.

6. PURCHASE OF TWO REPLACEMENT WATER UTILITY SERVICE TRUCKS FOR WATER FIELD OPERATIONS

The Board of Public Utilities approved the expenditure of \$250,000 to replace Water Utility service truck numbers E-216 and E-277.

7. EXTENSION OF CONSULTANT CONTRACT FOR PREPARATION OF GROUNDWATER BASIN MANAGEMENT PLANS FOR THE RIVERSIDE AND ARLINGTON BASINS AND A NUMERICAL GROUNDWATER MODEL OF THE RIVERSIDE AND ARLINGTON BASINS

The Board of Public Utilities approved First Amendment to Professional Consultant Services Agreement with Water Resources & Information Management Engineering, Inc., for an extension of the term through December 31, 2010.

Other Items

8. PROPOSED HOTEL/MOTEL AND MULTI-FAMILY HOUSING HIGH EFFICIENCY TOILET DIRECT INSTALLATION PROGRAM

The Board of Public Utilities recommended that the City Council:

1. Approve the two-year Hotel/Motel and Multi-Family Housing High Efficiency Toilet (HET) Direct Installation Program;
2. Approve funding in the amount of \$100,000 for the fiscal years 2010-11 and 2011-12 HET Program;
3. Authorize the Public Utilities General Manager, or his designee, to make any minor, non-substantive changes necessary to implement this program; and
4. Authorize Public Utilities staff to market the HET Program similar to other Riverside Public Utilities' direct installation programs.

9. INCREASE OF ANNUAL PURCHASE ORDER WITH THOMPSON COBURN LLP FOR LEGAL SERVICES RELATED TO POWER SUPPLY

The Board of Public Utilities approved an increase to annual Purchase Order 100497 by \$168,000, for a total of \$568,000, for legal services provided by Thompson Coburn LLP (Thompson Coburn) related to power supply operations, Federal Energy Regulatory Commission (FERC) matters and other electric power issues.

## DISCUSSION CALENDAR

### 10. THE NEW CONSTRUCTION ENERGY EFFICIENCY INCENTIVE PROGRAM REBATE FOR ENERGY EFFICIENT MEASURES INSTALLED

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

1. Approve a rebate to Alvord Unified School District (AUSD) through the New Construction Energy Efficiency Incentive Program in the amount of \$300,000; and
2. Approve payments to be made over a two-year period.

Motion – Davidson. Second – Ament.

Ayes: Sutter, Elliott, Curtin, Davidson, Sanchez, and Ament.

Noes: None.

Abstain: None.

Absent: Bernie Titus (absence due to vacation)  
Justin Scott-Coe (absence due to business)  
Gustavo Segura (absence due to illness)

### 11. ENVIRONMENTAL LABORATORY FOR CHEMICAL AND BACTERIOLOGICAL ANALYSIS OF WATER SAMPLES

This item was deferred to the next Board meeting by staff.

### 12. CONSTRUCTION OF THE 16 MILLION GALLON (MG) EVANS RESERVOIR REPLACEMENT PROJECT – AWARD OF BID NO. 6791 AND APPROVAL OF A PROFESSIONAL SERVICES AGREEMENT

Audience members included Albert Vela, a representative from URS, Inc., and Gary Bechtel and Jeff Wintemute, representatives from Gateway Pacific Contractors, Inc., who were introduced to the Board.

David Percy, Ward 1 customer, supported approving the consultants and requested that they try and hire local contractors for the jobs.

Following discussion, the Board of Public Utilities:

1. Approved a revised total capital expenditure for Work Order No. 0701269 in an amount of \$22,860,000, which includes all design, construction, change order contingencies, system connections, construction management and inspection services for the Evans Reservoir Replacement Project, Bid No. 6791;
2. Awarded a contract for the construction of the Evans Reservoir Replacement Project, Bid No. 6791 to the lowest responsive bidder, Gateway Pacific Contractors, Inc. of Sacramento, California, in the amount of \$12,963,023;
3. Authorized the issuance of change orders to the purchase order of up to ten-percent of the original amount for Bid No. 6791. Such changes will be reported to the Board of Public Utilities at the conclusion of the project;

4. Authorize the termination of the Professional Services Agreement dated January 5, 2009 with AECOM (formerly Metcalf and Eddy, Inc.); and
5. Approve the Professional Services Agreement with URS, Inc. in a not-to-exceed amount of \$1,595,399 for construction management, inspection services, and engineering support during construction for the Evans Reservoir Replacement Project.

Motion – Ament. Second – Elliott.

Ayes: Sutter, Elliott, Curtin, Davidson, Sanchez, and Ament.

Noes: None.

Abstain: None.

Absent: Bernie Titus (absence due to vacation)  
Justin Scott-Coe (absence due to business)  
Gustavo Segura (absence due to illness)

13. SAN BERNARDINO WATER SUPPLY PIPELINE – UPDATE ON LEAKS ALONG THE SAN BERNARDINO WATER SUPPLY PIPELINE

Assistant General Manager/Water Kevin Milligan presented a summary of the growing number of leaks occurring along the San Bernardino Water Supply Pipeline. Also Mr. Milligan stated that more updated details will be presented at future Board meetings.

Following discussion, the Board of Public Utilities received and filed this update.

14. AGREEMENT FOR PROFESSIONAL CONSULTANT SERVICES FOR THE PHYSICAL SECURITY UPGRADE PROJECT AT VARIOUS SUBSTATIONS AND THE RIVERSIDE ENERGY RESOURCE CENTER

Following discussion, the Board of Public Utilities approved a Professional Services Agreement Contract with DMC Design Group, Inc., of Corona, California, in a not to exceed amount of \$202,665 for engineering design and construction management services for the Physical Security Upgrade Project at Orangecrest, Mountain View, and Hunter Substations and at the Riverside Energy Resource Center.

Motion – Curtin. Second – Elliott.

Ayes: Sutter, Elliott, Curtin, Davidson, Sanchez, and Ament.

Noes: None.

Abstain: None.

Absent: Bernie Titus (absence due to vacation)  
Justin Scott-Coe (absence due to business)  
Gustavo Segura (absence due to illness)

15. APPROVAL TO INCREASE THE PROFESSIONAL SERVICES AGREEMENT WITH HRF III ENTERPRISES, INC., WHICH PROVIDES ASSISTANCE IN OVERALL PROJECT MANAGEMENT, CONTRACT OVERSITE, PROCUREMENT, ENGINEERING OVERSITE, CALIFORNIA ENERGY COMMISSION (CEC) OVERSITE AND REQUIREMENTS AND PROVIDES CONSTRUCTION MANAGEMENT FOR THE RIVERSIDE ENERGY RESOURCE CENTER (RERC) UNITS 3 AND 4 GENERATION PROJECT

Staff noted that the dollar amounts in Recommendation #3 should read as follows:

3. Approve an increase in the RERC Units 3 and 4 Work Order No. 0703511 by \$700,000 – from \$99,878,977.54 to \$100,578,977.54.

Following discussion and with the corrections, the Board of Public Utilities:

1. Approved an increase of the purchase order with HRF III Enterprises, Inc. in the amount of \$700,000, for a total purchase order amount of \$2,500,000;
4. Approved the First Amendment with HRF III Enterprises, Inc.; and
5. Approved an increase in the RERC Units 3 and 4 Work Order No. 0703511 by \$700,000 – from ~~\$100,128,977.54~~ ~~\$99,878,977.54~~ to ~~\$100,278,977.54~~ ~~\$100,578,977.54~~.

Motion – Curtin. Second – Ament.

Ayes: Sutter, Elliott, Curtin, Davidson, Sanchez, and Ament.

Noes: None.

Abstain: None.

Absent: Bernie Titus (absence due to vacation)  
Justin Scott-Coe (absence due to business)  
Gustavo Segura (absence due to illness)

16. CANCELLATION OF JULY 2ND BOARD MEETING

Following discussion the Board of Public Utilities cancelled the regularly scheduled July 2, 2010 Board meeting because of the holiday.

Ayes: Sutter, Elliott, Curtin, Davidson, Sanchez, and Ament.

Noes: None.

Abstain: None.

Absent: Bernie Titus (absence due to vacation)  
Justin Scott-Coe (absence due to business)  
Gustavo Segura (absence due to illness)

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

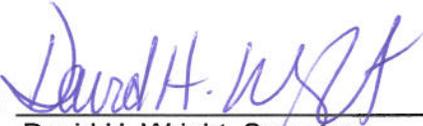
- Local Hire Overview

**GENERAL MANAGER'S REPORT**

18. Proposition 16 Update
19. Potential Proposition to Delay AB32
20. State and Federal Stimulus Fund Update - Discussion of any potential benefits to Riverside Public Utilities
21. State and Federal Legislative Update - Update on pending legislation that may impact the Water and/or Electric Utility
22. Monthly Power Supply Report – March 2010
23. City Council Agendas - April 20, 2010, April 27, 2010, and May 4, 2010
24. Upcoming Meetings
25. Systematic Reporting on Conferences/Seminars
26. Electric / Water Utility Acronyms

**UPCOMING MEETING**

Chair Ken Sutter adjourned the meeting at 10:36 a.m. to the next regularly scheduled meeting of the Board of Public Utilities to be held on **Friday, May 21, 2010 at 8:30 a.m.** in the Public Utilities Boardroom located at 3901 Orange Street in Riverside, California.

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

Approved by: City of Riverside Board of Public Utilities

Dated: May 21, 2010