

CITY OF RIVERSIDE
BOARD OF PUBLIC UTILITIES

Minutes of: Regular Meeting of the Board of Public Utilities
Date of Meeting: May 21, 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: | Ken Sutter (Chair) | Robert Elliott (Vice Chair) |
| | Mary Curtin | Bernie Titus |
| | Ian Davidson | Justin Scott-Coe |
| | Gustavo Segura | Darrell Ament |

Absent: Manny Sanchez (excused absence due to business)

PRESENTATION

A. EMPLOYEE RECOGNITION AWARDS

The following employees were each presented with a SPAM award from General Manager Wright:

Kelly Heil – Utilities Meter Reader
Darrell Otjen – Substation Maintenance

MINUTES

1. The approval of the regular meeting minutes from the Board of Public Utilities meeting held on May 7, 2010 were approved as submitted.

Motion – Elliott. Second – Davidson.

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

Noes: None.

Abstain: Titus, Scott-Coe, and Segura

Absent: Manny Sanchez (excused absence due to business)

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 Board of Public Utilities accepted and filed the May 7, 2010 Electric Committee minutes.

CONSENT CALENDAR

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

Motion – Titus. Second – Curtin.

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

Noes: None.

Abstain: None.

Absent: Manny Sanchez (excused absence due to business)

Electric Items

3. APPROVAL TO INCREASE PURCHASE ORDER NO. 094510 TO BRAGG CRANE IN THE AMOUNT OF \$250,000

The Board of Public Utilities:

1. Approved an increase in the purchase order to Bragg Crane in the amount of \$250,000; and
2. Approved an increase in the RERC Units 3 and 4 Work Order No. 0703511 by \$250,000 – from \$100,578,977.54 to \$100,828,977.54.

4. OVERHEAD AND UNDERGROUND STRUCTURE INSTALLATION FOR CIRCUIT 1533 FEEDER LOAD RELIEF PROJECT - WORK ORDER NO. 1010201

The Board of Public Utilities approved the estimated capital expenditure of \$258,317.82 to install overhead and underground structures along Overlook Parkway and over the Arroyo between Sandtrack Road and Magnon Court.

Water Items

Other Items

5. MASTER SERVICES CONTRACT, SCHEDULE A, ("AGREEMENT") BETWEEN SOUTHERN CALIFORNIA GAS COMPANY ("SOCALGAS") AND THE CITY OF RIVERSIDE ("CITY")

The Board of Public Utilities recommended that the City Council:

1. Approve the Agreement between the City and SoCalGas for intra-state gas transportation services;
 2. Authorize the City Manager, or his designee, to execute the Agreement after Clearwater Closing Date is determined and to adjust the starting date of the Agreement to coincide with Riverside's ownership of Clearwater; and
 3. Authorize the City Manager, or his designee, to execute the Agreement and any other documents related to the management of gas transportation services.
6. PROFESSIONAL CONSULTANT SERVICES AGREEMENT BETWEEN PROENERGY SERVICES, LLC, AND CITY OF RIVERSIDE

The Board of Public Utilities approved the Professional Consultant Services Agreement with ProEnergy Services, LLC in an amount not to exceed \$500,000.

DISCUSSION CALENDAR

7. ENVIRONMENTAL LABORATORY FOR CHEMICAL AND BACTERIOLOGICAL ANALYSIS OF WATER SAMPLES

Board Members expressed an interest in visiting in the future an environmental laboratory to see how it operates.

Following discussion, the Board of Public Utilities:

1. Authorized an expenditure of \$700,000, for the 12-month period of Fiscal Year 2010/11;
2. Awarded a three-year contract, with two additional one-year extensions, to MWH Laboratories of Monrovia, California; and
3. Authorized the City Manager, or his designee, to execute the additional one-year extensions, if necessary.

Motion – Scott-Coe. Second – Curtin.

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

Noes: None.

Abstain: None.

Absent: Manny Sanchez (excused absence due to business)

8. WATER SALE AGREEMENT WITH AMERICAN YOUTH SOCCER ORGANIZATION, REGION 47

Following discussion, the Board of Public Utilities recommended that the City Council approve the Water Sale Agreement with American Youth Soccer Organization, Region 47.

Motion – Davidson. Second – Elliott.

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

Noes: None.

Abstain: None.

Absent: Manny Sanchez (excused absence due to business)

9. TREE POWER PROGRAM UPDATE - 2010

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

1. Approve additional funding in the amount of \$120,000 from the Public Benefit Unprogrammed Funds for the 2010 Free Shade Tree Coupon Campaign bringing the FY 2009-10 funding total to \$400,000; and
2. Authorize the City Manager, or his designee, the authority to increase change orders for the Free Shade Tree Coupon Campaigns for FY 2009-10 and FY 2010-11 no more than \$150,000 per vendor with the total amount not to exceed \$400,000.

Motion – Elliott. Second – Segura.

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

Noes: None.

Abstain: None.

Absent: Manny Sanchez (excused absence due to business)

10. THE PHOTOVOLTAIC (PV) PROJECT ON THE NEW MARCY LIBRARY

Following discussion, the Board of Public Utilities approved funding for the construction of a photovoltaic (PV) system on the roof of the new Marcy Library located at 6927 Magnolia Avenue, in an amount not to exceed \$100,000.

Motion – Titus. Second – Curtin.

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

Noes: None.

Abstain: None.

Absent: Manny Sanchez (excused absence due to business)

11. AUTHORIZE THE RIVERSIDE PUBLIC UTILITIES (RPU) TO PROVIDE INTERIM FINANCING TO SOUTHERN CALIFORNIA PUBLIC POWER AUTHORITY (SCPPA) FOR THE PURCHASE OF A NEW OFFICE BUILDING

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

1. Interim financing in the form of a loan in an amount not to exceed \$6,000,000 to Southern California Public Power Authority ("SCPPA"), at an interest rate of five percent (5%), for a maximum term of two years, collateralized by the building purchased by SCPPA with the loaned funds, for the purchase of a new headquarters building and tenant improvements to facilitate day to day operations; and
2. Authorization for the City Manager, or his designee, to execute the necessary documents for the loan to SCPPA.

Motion – Elliott. Second – Curtin.

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

Noes: Davidson.

Abstain: None.

Absent: Manny Sanchez (excused absence due to business)

12. RECALIBRATION OF RIVERSIDE PUBLIC UTILITIES (RPU) WATER BOND RATINGS - UPDATE

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

13. OVERVIEW OF CITY BIDDING PROCEDURES AND LOCAL PREFERENCES

Following discussion, the Board of Public Utilities received and filed this oral report of the overview of City of Riverside Bidding Procedures and Local Preferences.

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

- California's Water Bond

GENERAL MANAGER'S REPORT

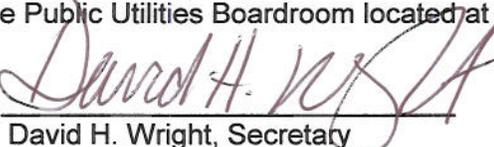
15. State and Federal Stimulus Fund Update - Discussion of any potential benefits to Riverside Public Utilities
16. State and Federal Legislative Update - Update on pending legislation that may impact the Water and/or Electric Utility
17. Monthly Update of Goals
18. Electric / Water Contract Panel Update - May 2010

20. Water Highlights - April 2010
21. Financial Statements - March 2010
22. City Council Agendas – May 11, 2010 and May 18, 2010
23. Upcoming Meetings
24. Systematic Reporting on Conferences/Seminars by Board Members and/or Staff
Board Member Justin Scott-Coe reported on the ACWA Spring Conference that he attended on May 4-6, 2010 at Monterey, California.
25. Electric / Water Utility Acronyms
26. Vacancies and Recruitments
General Manager Wright briefly discussed the need of recruiting and staff development, especially in the mid-management level. This item will be referred to the Finance/Marketing Committee for further review.

UPCOMING MEETING

Chairman Ken Sutter adjourned the meeting at approximately 9:49 a.m. to the next regularly scheduled meeting of the Board of Public Utilities to be held on **Friday, June 4, 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: June 4, 2010