

CITY OF RIVERSIDE

BOARD OF PUBLIC UTILITIES

Minutes of: Regular Meeting of the Board of Public Utilities

Date of Meeting: December 3, 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

9. RIVERSIDE PUBLIC UTILITIES EMPLOYEES HIRED FROM GENERAL FUND POSITIONS

This item was moved to the beginning of the agenda.

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

PUBLIC HEARING

Chair Ken Sutter called the public hearing meeting to order at 8:30 a.m.

- A. Chair Sutter stated to the audience that the Board of Public Utilities was holding a public hearing to receive public input regarding the Proposed Changes to the Net Energy Metering Rate for Solar or Wind Turbine Electric Generating Facilities, Establish a New Feed-In Tariff Rate for Renewable Energy Generating Facilities, Close the Electric Domestic Time-Of-Use Rate to New Customers, and Modify Electric Rules 10 and 11. Comments of any individual would be limited to three minutes and would be heard in order of sign up.

Roll Call

Present:	Ken Sutter (Chair)	Bob Elliott (Vice Chair)
	Mary Curtin	Bernie Titus
	Ian Davidson	Justin Scott-Coe
	Gustavo Segura	Darrell Ament

Absent: None.

Staff Presentation

Prior to receiving public input, the Board requested staff to provide a summary of the process, which was presented by Assistant General Manager/Finance/Administration Reiko Kerr.

Comments from the Audience

There were no public comments.

Close Public Hearing

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

Motion – Davidson. Second – Scott-Coe.

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

A. PROPOSED CHANGES TO THE NET ENERGY METERING RATE FOR SOLAR OR WIND TURBINE ELECTRIC GENERATING FACILITIES, ESTABLISH A NEW FEED-IN TARIFF RATE FOR RENEWABLE ENERGY GENERATING FACILITIES, CLOSE THE ELECTRIC DOMESTIC TIME-OF-USE RATE TO NEW CUSTOMERS, AND MODIFY ELECTRIC RULES 10 AND 11

Following discussion, the Board of Public Utilities:

1. Conducted a public hearing to receive input on the proposed changes to Schedule NEM, a new Schedule FIT, close Schedule D-T-O-U to new customers, and modify Electric Rules 10 and 11 as outlined in this report;
2. Adopted a resolution to modify Schedule NEM, establish a new Schedule FIT, close Schedule D-T-O-U to new customers, and modify Electric Rule 10 and Electric Rule 11;
3. Recommended that the City Council approve changes to the NEM Interconnection Agreement (Standard Contract - NEM) for applicable NEM customers; and
4. Recommended that the City Council adopt the appropriate resolution approving the above.

Motion – Scott-Coe. Second – Davidson.

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

MINUTES

1. The approval of the regular meeting minutes from the Board of Public Utilities meeting held on November 19, 2010 were approved as submitted.

Motion – Elliott. Second – Curtin.

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

Abstain: Segura.

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. Committee Reports– are included as applicable
 - a. Electric Committee
The December 3, 2010 meeting was cancelled.
 - b. Water Committee
The November 19, 2010 "Special" Water Committee minutes were approved.
 - c. Finance/Marketing Committee - None.

CONSENT CALENDAR

A motion was made to approve the following items on the Consent Calendar with the exception of Item 3, **VICTORIA AVENUE OVERHEAD TO UNDERGROUND CONVERSION, WASHINGTON STREET TO MAUDE STREET – WORK ORDER NO. 070015-03**, which was moved to the Discussion Calendar.

Motion – Curtin. Second – Segura.

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

Electric Items

3. MOVED TO DISCUSSION CALENDAR

4. UNDERGROUND ELECTRIC LINE EXTENSION - VINTAGE AT SNOWBERRY APARTMENTS – WORK ORDER NO. 1102639

The Board of Public Utilities approved the estimated capital expenditure of \$253,000 to install an underground electric distribution line extension to serve new apartment buildings located southeasterly of Colorado Avenue and Texas Avenue.

5. UNDERGROUND STRUCTURE INSTALLATION FOR ORANGECREST CAPACITOR BANKS - WORK ORDER NO. 100008-02

The Board of Public Utilities approved the estimated capital expenditure of \$96,475 for the Orangecrest Capacitor Bank Project to install underground structures along Dauchy Avenue and Wood Road.

6. GO 165 REHABILITATION OF V1400 at VINE AND 14TH STREET - WORK ORDER NO. 1024459

The Board of Public Utilities approved the estimated capital expenditure of \$107,000 for the rehabilitation of Vault V1400 in the City of Riverside.

Water Items

Other Items

DISCUSSION CALENDAR

3. VICTORIA AVENUE OVERHEAD TO UNDERGROUND CONVERSION, WASHINGTON STREET TO MAUDE STREET – WORK ORDER NO. 070015-03

Board Member Ament requested this item be placed on the discussion calendar for more clarification regarding the funding sources.

Following discussion, the Board of Public Utilities:

1. **Approved** the First Amendment to the Professional Services Agreement with RBF Consulting, increasing the amount of that agreement in an amount not to exceed \$29,175 for a total contract amount of \$71,940 and extending the contract one year; and
2. **Authorized** the issuance of change orders in the amount not to exceed 20% of the total contract amount, should additional services be needed to complete this project

Motion – Ament. Second – Titus.

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

7. **CONSTRUCTION OF THE 12TH STREET WATER DISTRIBUTION MAIN REPLACEMENT PROJECT – PHASE II, WORK ORDER NO. 1013088**

Following discussion, the Board of Public Utilities approved the additional capital expenditure in the amount of \$300,000 for Work Order No. 1013088 for the 12th Street Water Distribution Main Replacement Project – Phase II. This will bring the total cost of the Work Order to \$1,624,000.

Motion – Titus. Second – Curtin.

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

8. **LA PAZ SOLAR TOWER PROJECT POWER SALES AGREEMENT BETWEEN SOUTHERN CALIFORNIA PUBLIC POWER AUTHORITY ("SCPPA") AND THE CITY OF RIVERSIDE ("RIVERSIDE") AND ORDINANCE OF THE COUNCIL OF THE CITY OF RIVERSIDE APPROVING THE POWER SALES AGREEMENT**

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

1. **Approve** the proposed Power Sales Agreement between SCPPA and Riverside for the purchase of renewable energy through the La Paz Solar Tower Project;
2. **Adopt** an Ordinance approving the Power Sales Agreement by the City of Riverside with the Southern California Public Power Authority for the La Paz Solar Tower Project with subsequent signature by the Mayor of the City of Riverside; and
3. **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 – Ament. Second – Elliott.

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

9. **MOVED TO THE BEGINNING OF THE AGENDA**

10. ITEMS FOR FUTURE BOARD OF PUBLIC UTILITIES CONSIDERATION AS REQUESTED BY A MEMBER OF THE BOARD OF PUBLIC UTILITIES
- History of How Chairperson of RPU Board Rotates Into Position Each March and If a New Way of Rotation Should Be Considered
 - The Board Would Like a Tour of the Clearwater Generating Plant
 - The Board Would Like to Eventually Use Electronic Board Packets

GENERAL MANAGER'S REPORT

11. State and Federal Stimulus Fund Update - Discussion of any potential benefits to Riverside Public Utilities
12. State and Federal Legislative Update - Update on pending legislation that may impact the Water and/or Electric Utility
13. Monthly Power Supply Report – October 2010
14. City Council Agendas –November 23, 2010
15. Upcoming Meetings
16. Systematic Reporting on Conferences/Seminars
17. Electric / Water Utility Acronyms

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

WORKSHOP

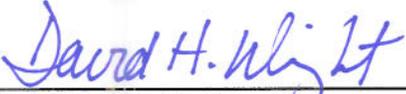
18. PURCHASING AUTHORITY – BOARD OF PUBLIC UTILITIES

Deputy City Attorney Susan Wilson presented a workshop summarizing City of Riverside Purchasing procedures.

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

UPCOMING MEETING

Chair Ken Sutter adjourned the meeting at approximately 10:33 a.m. to the next regularly scheduled meeting of the Board of Public Utilities to be held on **December 17, 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: December 17, 2010