

CITY OF RIVERSIDE
BOARD OF PUBLIC UTILITIES

Minutes of: Regular Meeting of the Board of Public Utilities
Date of Meeting: December 17, 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)	Bob Elliott (Vice Chair)
	Mary Curtin	Bernie Titus
	Ian Davidson	Justin Scott-Coe
	Darrell Ament	Gustavo Segura (arrived late @ 8:43 am)

Absent: Gustavo Segura (arrived late @ 8:43 am)

MINUTES

1. The approval of the regular meeting minutes from the Board of Public Utilities meeting held on December 3, 2010 were approved as submitted.

Motion – Titus. Second – Elliott.

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

Abstain: None.

Absent: Gustavo Segura (arrived late @ 8:43 am)

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
None.
 - c. Finance/Marketing Committee
The November 26, 2010 meeting was cancelled.

CONSENT CALENDAR

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

Motion – Davidson. Second – Curtin.

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

Absent: Gustavo Segura (arrived late @ 8:43 am)

Electric Items

3. CABLE REPLACEMENT FOR CASA FLORES II APARTMENT COMPLEX AND MAGNOLIA CONVALESCENT HOSPITAL - WORK ORDER NO. 1104644

The Board of Public Utilities approved the estimated capital expenditure of \$147,000 to replace out of date and deteriorating underground electrical equipment and structures, located at Casa Flores II Apartment Complex and Magnolia Convalescent Hospital along Magnolia Avenue.

Water Items

Other Items

DISCUSSION CALENDAR

4. THE NON-RESIDENTIAL PHOTOVOLTAIC (PV) SYSTEM REBATE FOR THE INSTALLATION OF A 57.31 KW PHOTOVOLTAIC (PV) SYSTEM

Following discussion, the Board of Public Utilities approved and recommended that the City Council approve a rebate to McDonald's Restaurant through the Non-Residential Photovoltaic Rebate Program in the amount of \$171,930.

Motion – Curtin. Second – Ament.

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

Absent: Gustavo Segura (arrived late @ 8:43 am)

Board Member Gustavo Segura arrived at the meeting at 8:43 am.

5. TRANSFER OF AB BROWN SPORTS COMPLEX PROPERTY FROM PUBLIC UTILITIES WATER FUND TO PUBLIC UTILITIES ELECTRIC FUND – SUPPLEMENTAL APPROPRIATION

General Manager Wright gave a presentation to the Board regarding this report.

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

1. Approve the transfer of the Complex from the Water Fund to the Electric Fund at fair market value in the amount of \$11,600,000; and

2. Approve a supplemental appropriation from the unappropriated Electric Fund balance in the amount of \$11,600,000 to an account number as assigned by the Finance Division and increase revenue for the Water Fund in the same amount for the transfer of the Complex.

Motion – Elliott. Second – Titus.

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

6. COOPERATIVE AGREEMENT FOR NON-POTABLE/RECYCLED WATER DELIVERIES BETWEEN CITY OF RIVERSIDE AND WESTERN MUNICIPAL WATER DISTRICT

Following discussion, the Board of Public Utilities recommended that the City Council approve the Cooperative Agreement for Non-Potable/Recycled Water Deliveries between the City of Riverside and Western Municipal Water District of Riverside County.

Motion – Scott-Coe. Second – Curtin.

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

PERMANENT TRENCH RESURFACING FOR MERRILL AVENUE 8-INCH WATER DISTRIBUTION MAIN REPLACEMENT PROJECT (BEATTY DRIVE)

Following discussion, the Board of Public Utilities recommended that the City Council award a contract for the Permanent Trench Resurfacing for Merrill Avenue 8-Inch Water Distribution Main Replacement Project (Beatty Drive), Bid No. 6909, to the lowest responsive bidder, United Paving Company, of La Mirada, California, in the amount of \$209,393.65.

Motion – Davidson. Second – Titus.

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

LA COLINA POWER TRANSFORMER REPLACEMENT AND AWARD OF PURCHASE ORDER FOR A POWER TRANSFORMER – SUPPLEMENTAL APPROPRIATION - WORK ORDER NO. 1108406

Following discussion, the Board of Public Utilities:

1. Approved the estimated capital expenditure of \$850,000 for the La Colina Power Transformer Replacement project;
2. Recommended that the City Council approve the award of a purchase order for one power transformer from Delta Star Inc., of San Carlos, California, in the amount of \$417,030; and
3. Recommended that the City Council approve a supplemental appropriation in the amount of \$500,000 from the Electric Fund Balance to the Substation Transformer Additions Project Account No. 6130000-470632.

Motion – Davidson. Second – Curtin.

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

9. SMART METER DEMONSTRATION PROJECT OVERVIEW

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

10. RESULTS OF ELECTRIC AND WATER BOND FINANCINGS AND CREDIT RATING REPORTS

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

At this time, Board Members Scott-Coe and Segura recused themselves from acting on Item 11 due to conflict of interest.

11. CITY OF RIVERSIDE / COUNTY OF RIVERSIDE / RIVERSIDE COMMUNITY COLLEGE AQUATICS CENTER PHOTOVOLTAIC PROJECT

Following discussion, the Board of Public Utilities recommended that the City Council approve a 75% rebate of the cost of Photovoltaic (PV) panels to Riverside Community College (RCC), not to exceed \$900,000.

Motion – Curtin. Second – Elliott.

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

Abstain: Scott-Coe and Segura (Due to a financial conflict of interest- employment)

The Board took a 5--minute recess and resumed the meeting at 10:20 a.m.

12. SOLAR REBATE PROGRAM UPDATE - 2010

Assistant General Manager/Marketing/Customer Service Mike Bacich gave a presentation on this report.

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

1. Authorize the Public Utilities General Manager to suspend the solar rebate program when funding is depleted until future fiscal years; and
2. Direct staff to review program participation and interest rate levels and return to the City Council in 90 days if changes are warranted to the solar rebate levels for the FY 2011-12.

Motion – Scott-Coe. Second – Curtin.

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

13. PUBLIC UTILITIES 2010 YEAR-END ACCOMPLISHMENTS

DEFERRED to the next Board meeting

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

None.

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. Financial Statements – September 30, 2010
18. Monthly Update of Goals
19. Electric / Water Contract Panel Update – December 2010
20. Open and Closed Work Orders - November 2010
21. Water Highlights - November 2010
22. City Council Agendas – December 7, 2010 and December 14, 2010
23. Upcoming Meetings
24. Systematic Reporting on Conferences/Seminars by Board Members and/or Staff
25. Electric / Water Utility Acronyms

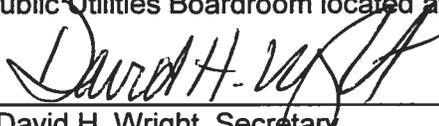
WORKSHOP– If Time Permits

26. DISCUSSION OF VARIOUS GENERAL CITY OPERATIONS AND THEIR INTERRELATION WITH RIVERSIDE PUBLIC UTILITIES' OPERATIONS

DEFERRED to a future Board meeting.

UPCOMING MEETING

Chair Ken Sutter adjourned the meeting at approximately 10:50 a.m. to the next regularly scheduled meeting of the Board of Public Utilities to be held on **January 7, 2011** 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: January 7, 2011