

CITY OF RIVERSIDE

BOARD OF PUBLIC UTILITIES

Minutes of: Regular Meeting of the Board of Public Utilities
Date of Meeting: August 19, 2011
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 Elliott (Chair)	Bernie Titus (Vice Chair)
	Mary Curtin	Ian Davidson (arrived late)
	Justin Scott-Coe	Gustavo Segura
	Darrell Ament	Susan Cash

Absent: Ken Sutter (excused absence due to vacation)

PRESENTATIONS

A. EMPLOYEE RECOGNITION AWARDS

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

Gerald McAllister – Principal Electric Engineer
Ryan Gleason – Marketing Accounts Manager

Board Member Ian Davidson arrived at the meeting at this time.

MINUTES

1. The approval of the regular meeting minutes from the Board of Public Utilities meeting held on August 5, 2011 were approved as submitted.

Motion – Segura. Second – Cash.

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

Abstain: Segura

Absent: Ken Sutter (excused absence due to vacation)

CITIZENS PARTICIPATION

William David Percy, Riverside resident, spoke regarding his support for the Riverside Transmission Reliability Project (RTRP).

COMMITTEE REPORTS

2. Committee Reports – are included as applicable

a. Electric Committee – August 5, 2011

Motion – Titus. Second – Ament.

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

b. Water Committee - None

c. Finance/Marketing Committee – None.

CONSENT CALENDAR

A motion was made to approve the following items on the Consent Calendar except for Item 4, **SECURITY BARRIER AND PROPERTY IMPROVEMENTS FOR MOUNTAIN VIEW SUBSTATION PROJECT – WORK ORDER NO. 0909712**, which was deferred to the next Board meeting:

Motion – Titus. Second – Segura.

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

Electric Items

3. CIRCUIT 63 PARTIAL 4 kV TO 12 kV CONVERSION - WORK ORDER NO. 1104420

The Board of Public Utilities approved the estimated capital expenditure of \$86,000 for the partial 4 kV to 12 kV conversion of Circuit 63, which includes installation of a switch, transformers, and other overhead facilities along Arlington Avenue to help meet summer loading conditions.

4. SECURITY BARRIER AND PROPERTY IMPROVEMENTS FOR MOUNTAIN VIEW SUBSTATION PROJECT – WORK ORDER NO. 0909712

DEFERRED to a future Board meeting.

Water Items

5. AWARD OF CONSULTANT CONTRACT FOR GROUNDWATER MODELING AND EXPERT WITNESS SERVICES FOR VARIOUS WATER RESOURCES PROJECTS

The Board of Public Utilities approved a one-year contract extension with Geoscience Support Services of Claremont, California at a cap of \$75,000 annually.

Other Items

DISCUSSION CALENDAR

6. CONSTRUCTION OF THE STATE ROUTE 91 HOV LANE PROJECT ARLINGTON/CENTRAL AVENUE 48/54-INCH WATER TRANSMISSION MAIN RELOCATION AND THE RIVERSIDE CANAL REALIGNMENT (UA 21442) – BID NO. 6985, WORK ORDER NOS. 1112055, 1116759 AND 1116760 – PHASE III; REIMBURSEMENT FROM RCTC

Following discussion, the Board of Public Utilities:

1. Approved the capital expenditure of \$1,980,000 which includes Work Order 1112055 in the amount of \$1,405,000, Work Order 1116759 in the amount of \$535,000 and Work Order 1116760 in the amount of \$40,000. The three Work Orders include all design, construction, change order contingencies, construction management and inspection for the SR91 HOV Lane Project for the Arlington/Central Avenues 48/54-inch Water Transmission Main Relocation and the Riverside Canal Realignment (UA 21442), Bid No. 6985;
2. Awarded a contract for the construction of the Arlington/Central Avenues 48/54-inch Water Transmission Main Relocation and the Riverside Canal Realignment (UA 21442), Bid No. 6985, to the lowest responsive bidder, Trautwein Construction, Inc., of Riverside, California, in the amount of \$969,300; and
3. Authorized the issuance of change orders to the purchase order of up to twenty percent (20%) of the original amount for Bid No. 6985. Such changes will be reported to the Board of Public Utilities at the conclusion of the project.

Motion – Segura. Second – Ament.

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

7. CONSTRUCTION OF THE STATE ROUTE 91 HOV LANE PROJECT FOR THE CENTRAL AVENUE SELF STORAGE AND THE IVY STREET BRIDGE 48/54-INCH WATER TRANSMISSION MAIN RELOCATION PROJECT (UA 21206 AND 21702) – BID NO. 6987, WORK ORDER NOS. 1112053, 1116762, 1116764, 1112059 AND 1116765 – PHASE IV; REIMBURSEMENT FROM RCTC

Following discussion, the Board of Public Utilities:

1. Approved the capital expenditure of \$2,865,000; which includes Work Order 1112053 in the amount of \$1,785,000, Work Order 1116762 in the amount of \$20,000, Work Order 1116764 in the amount of \$835,000, Work Order 1112059 in the amount \$215,000 and Work Order Number 1116765 in the amount of \$10,000. The five Work Orders include all design, construction, change order contingencies, construction management and inspection for the SR91 HOV Lane Project for the Central Avenue Self Storage and the Ivy Street Bridge 48/54-inch Water Transmission Main Relocation (UA 21206 and 21702), Bid No. 6987;
2. Awarded a contract for the construction of the SR91 HOV Lane Project for the Central Avenue Self Storage and the Ivy Street Bridge 48/54-inch Water Transmission Main Relocation Project (UA 21206 and 21702), Bid No. 6987, to the lowest responsive bidder, Trautwein Construction, Inc., of Riverside, California, in the amount of \$1,708,710; and

3. Authorized the issuance of change orders to the purchase order of up to twenty percent (20%) of the original amount for Bid No. 6987. Such changes will be reported to the Board of Public Utilities at the conclusion of the project.

Motion – Scott-Coe. Second – Curtin.

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

8. STATE ROUTE 91 HOV LANES PROJECT – APPROVAL OF A PROFESSIONAL SERVICES AGREEMENT TO URS, INC., FOR CONSTRUCTION ADMINISTRATION SERVICES

Following discussion, the Board of Public Utilities approved the Professional Services Agreement with URS, Inc. of Ontario, CA in a not-to-exceed contract amount of \$245,997 for construction management, inspection services, and engineering support during the construction of the two above referenced projects.

Motion – Titus. Second – Segura.

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

9. 2010 ANNUAL REPORT – ELECTRIC SYSTEM INSPECTION AND CORRECTIVE ACTION

Following discussion, the Board of Public Utilities received and filed the 2010 Annual Report of Electrical Facilities Inspection.

Motion – Cash. Second – Ament.

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

10. SEIZING OUR DESTINY – THE CREATION OF A LEED (LEADERSHIP IN ENERGY AND ENVIRONMENTAL DESIGN) CONSTRUCTION INCENTIVE PROGRAM

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

1. Approve the addition of a LEED Construction Rebate Incentive Program component to the New Construction Energy Efficiency Program; and
2. Authorize the City Manager, or his designee, to make any minor, non-substantive changes necessary to implement the Program modification.

Motion – Scott-Coe. Second – Cash.

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

11. SEIZING OUR DESTINY – EXPANSION OF THE CUSTOM ENERGY-EFFICIENCY TECHNOLOGY GRANT PROGRAM TO INCLUDE A RESEARCH COMPONENT

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

1. Approve the expansion of the Riverside Public Utilities' Custom Energy-Efficiency Technology Grant Program Guidelines to allow further research and development;
2. Approve the grant name to be changed to the Customer Energy Technology Grant; and
3. Authorize staff to market the program as outlined in the guidelines.

Motion – Curtin. Second – Titus.

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

12. REGULATORY ACCOUNTING FOR UNEXPECTED TRANSACTIONS NOT IN CURRENT RATE STRUCTURES

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

1. Approve the application of ASC 980 for transactions discussed in the report; and
2. Adopt a resolution authorizing the application of ASC 980.

Motion – Ament. Second – Davidson.

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

Abstain: Segura

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

NONE.

GENERAL MANAGER'S REPORT

General Manager Wright reported that staff has been in contact with Mr. John Lewis to attempt to schedule an appointment to go over his concerns. An oral presentation regarding 30-day meter reading cycle will be presented at the next Board meeting and Mr. Lewis will be invited to attend.

General Manager Wright also reported to the Board that the Water Division received the Association of Metropolitan Water Agencies' 2011 Platinum Award for Utility Excellence.

14. RPU Board meeting and Electric Committee meeting on September 2, 2011 will be at the Gateway Building – 3435 14th Street

15. Proposed Changes to Moody's Rating Metrics – Update

General Manager Wright distributed a letter dated August 16, 2011, from RPU to Moody's Investors Service in response to Moody's Request for Comment regarding the rating agency's metrics dated June 17, 2011 as an informational item.

16. State and Federal Stimulus Fund Update - Discussion of any potential benefits to Riverside Public Utilities
17. State and Federal Legislative Update - Update on pending legislation that may impact the Water and/or Electric Utility
18. Systematic Reporting on Conferences/Seminars by Board Members and/or Staff
19. Monthly Update of Goals
20. Electric / Water Contract Panel Update – August 2011
21. Open and Closed Work Orders – July 2011
22. Water Highlights – July 2011
23. City Council Agendas – August 9, 2011
24. Upcoming Meetings
25. Electric / Water Utility Acronyms

UPCOMING MEETING

Chair Bob Elliott adjourned the meeting at approximately 9:58 am to the next regularly scheduled meeting of the Board of Public Utilities to be held on **September 2, 2011 at 8:30 a.m. at the Public Utilities Gateway facility located at 3435 14th Street (corner of Lime and 14th Streets)** in Riverside, California.

By: 

David H. Wright, Secretary
Board of Public Utilities

Approved by: City of Riverside Board of Public Utilities

Dated: September 2, 2011