

CITY OF RIVERSIDE

BOARD OF PUBLIC UTILITIES

Minutes of: Regular Meeting of the Board of Public Utilities  
Date of Meeting: October 21, 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)                      Ken Sutter  
          Mary Curtin                                 Ian Davidson  
          Justin Scott-Coe                         Gustavo Segura  
          Darrell Ament                             Susan Cash

Absent: Bernie Titus (excused absence due to vacation)

**PRESENTATIONS**

A. EMPLOYEE RECOGNITION AWARDS

None.

At this time Chair Elliott praised the Water Division for receiving the American Water Works Association (AWWA) 2011 Outstanding Energy Management Award.

**MINUTES**

1. The approval of the regular meeting minutes from the Board of Public Utilities meeting held on October 7, 2011 were approved as submitted.

Motion – Scott-Coe. Second – Cash.

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

Abstain: Ament

Absent: Bernie Titus (excused absence due to vacation)

**CITIZENS PARTICIPATION**

None.

**COMMITTEE REPORTS**

2. Committee Reports– are included as applicable
  - a. Electric Committee – October 7, 2011  
Motion – Curtin. Second – Segura.  
Ayes: Elliott, Sutter, Curtin, Davidson, Scott-Coe, Segura, and Cash.  
Abstain: Ament  
Absent: Bernie Titus (excused absence due to vacation)

- b. Water Committee – None.
- c. Finance/Marketing Committee – None.

### **CONSENT CALENDAR**

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

Motion – Davidson. Second – Scott-Coe.

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

### **Electric Items**

#### **3. UTILITIES' OPERATIONS CENTER HEATING, VENTILATION AND AIR CONDITIONING SYSTEM REPLACEMENT PROJECT**

The Board of Public Utilities:

- 1. Approved Work Order No. 1105066 in the amount of \$82,000; and
- 2. Awarded a contract for Bid No. 1228, to the lowest responsive bidder Innovative Engineering Group, Inc., of Monterey Park, California, in the amount of \$81,870.

### **Water Items**

### **Other Items**

#### **4. RIVERSIDE ENERGY RESOURCE CENTER UNITS 1 AND 2 CONTROL SYSTEM UPGRADE**

The Board of Public Utilities approved the issuance of a purchase order to GE Packaged Power Inc., of Houston, Texas, in the amount of \$198,240 for Riverside Energy Resource Center (RERC) Units 1 and 2 operating software modifications.

#### **5. PUBLIC UTILITIES ELECTRIC ANNUAL RESOURCE ADEQUACY PLAN FOR 2012**

The Board of Public Utilities recommended that the City Council approve the attached Plan.

### **DISCUSSION CALENDAR**

#### **6. RIVERSIDE COUNTY FLOOD CONTROL AND WATER CONSERVATION DISTRICT FUNDING AGREEMENT FOR MOCKINGBIRD CANYON LAKE DREDGING**

Following discussion, the Board of Public Utilities recommended that the City Council approve the Funding Agreement with Riverside County Flood Control and Water Conservation District for the dredging of Mockingbird Canyon Lake.

Motion – Davidson. Second – Cash.

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

7. APPROVAL OF SECOND AMENDMENT TO PROFESSIONAL SERVICES AGREEMENT WITH POWER ENGINEERS, INC.

Following discussion, the Board of Public Utilities:

1. Approved the Second Amendment to the Professional Services Agreement with Power Engineers, Inc., extending the term of the Agreement an additional five years from December 31, 2011 to December 31, 2016, and increasing the amount of the Agreement from \$10,868,741 to \$12,433,327;
2. Approved an increase in the change order authority for the Agreement from 15% to 25%;
3. Approved an increase to Riverside Transmission Reliability Project (RTRP) Project No. 050009 from \$15,027,603 to \$16,558,613; and
4. Approved an increase to Caltrans Work Order No. 1022588 from \$2,393,030 to \$2,426,606.

Motion – Scott-Coe. Second – Cash.

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

Board Member Ken Sutter left the meeting.

8. WORK ORDER AMOUNT INCREASE AND CHANGE ORDER NO. 4 TO PURCHASE ORDER No. 116300 FOR CASA BLANCA SUBSTATION DEMOLITION AND SITE PREPARATION - WORK ORDER NO. 1016403

Following discussion, the Board of Public Utilities:

1. Approved an increase in the amount of Work Order No. 1016403 from \$4,200,000 to \$9,000,000;
2. Approved Change Order No. 4 to Purchase Order No. 116300 in the amount of \$39,275.51; and
3. Authorized the General Manager to issue additional change orders in an amount not to exceed 25% of the original purchase order amount of \$676,211 or \$169,052.75.

Motion – Scott-Coe. Second – Ament.

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

Board Member Ken Sutter returned to the meeting at this time.

9. STATUS REPORT ON ELECTRIC RENEWABLE RESOURCE PROCUREMENT AND RENEWABLE PORTFOLIO STANDARD; UPDATE ON SENATE BILL SBX1-2

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

Motion – Davidson. Second – Ament.

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

10. LA PAZ SOLAR TOWER PROJECT - WITHDRAWAL FROM DEVELOPMENT ACTIVITIES

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

1. Rescind its previous approval of the proposed Power Sales Agreement between the Southern California Public Power Authority and the City of Riverside for the purchase of renewable energy from the La Paz Project;
2. Repeal Ordinance No. 7113 approving the proposed Power Sales Agreement; and
3. Direct the Public Utilities General Manager to formally notify the Southern California Public Power Authority of Riverside's election to withdraw from further development activities related to the proposed La Paz Project.

Motion – Curtin. Second – Segura.

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

11. FURTHER DISCUSSION ON THE WATER SUPPLY PLANNING; INCLUDING EXISTING GROUNDWATER RESOURCES, INCREASED USE OF RECYCLED WATER AND DEVELOPMENT OF SURFACE WATER RIGHTS USE; FUTURE RATE IMPACTS

Following discussion, the Board of Public Utilities received and filed this report and approved the following recommendation:

The Board of Public Utilities endorses moving forward with the process to implement Phase 1 of the Recycled Water Plan.

Motion – Scott-Coe. Second – Curtin.

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

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

- Workshop on Budget Based Rates for the Water System (at a future date)

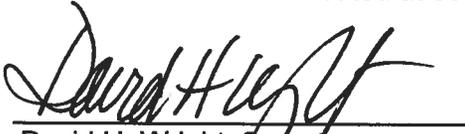
**GENERAL MANAGER'S REPORT**

13. Riverside Transmission Reliability Project (RTRP) Status
14. Reminder – Riverside Public Utilities Board meeting on November 4, 2011 will be an all-day strategic planning workshop with Board Members and Public Utilities Management staff in attendance with facilitator Marilyn Snider
15. State and Federal Legislative Update - Update on pending legislation that may impact the Water and/or Electric Utility
16. Systematic Reporting on Conferences/Seminars by Board Members and/or Staff
17. Monthly Update of Goals
18. Electric / Water Contract Panel Update – October 2011

19. Open and Closed Work Orders – September 2011
20. Water Highlights – September 2011
21. City Council Agendas – October 11, 2011 and October 18, 2011
22. Upcoming Meetings
23. Electric / Water Utility Acronyms

**UPCOMING MEETING**

Chair Bob Elliott adjourned the meeting at approximately 10:24 a.m. The next regularly scheduled meeting of the Board of Public Utilities is to be held on **November 4, 2011** at **8:00** 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: November 4, 2011