

CONSENT CALENDAR

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

Motion – Davidson. Second – Segura.

Ayes: Titus, Elliott, Sutter, Davidson, Segura, Cash, and Roberts.

Electric Items

3. REPLACEMENT OF DETERIORATED OIL SWITCH AND ASSOCIATED EQUIPMENT - WORK ORDER NO. 1120263

The Board of Public Utilities approved the estimated capital expenditure of \$134,000 for Work Order No.1120263 to replace deteriorated oil switch OS3-121 and associated equipment in Vault V-4113 with pad mounted equipment.

4. ADDITIONAL CONSULTING SERVICES FOR ELECTRIC SCADA SYSTEM HARDWARE AND SOFTWARE UPGRADES – WORK ORDER NO. 1024305

The Board of Public Utilities:

1. Approved an additional capital expenditure of \$250,000 for Work Order No.1024305 to provide expanded consulting services for the Electric Supervisory Control and Data Acquisition System Hardware and Software Upgrade Project; and
2. Approved an Amendment to the Supplemental Agreement with KEMA, Inc. of Anaheim, California, in the amount of \$250,000 for the additional scope of consulting services.

Water Items

5. CONSTRUCTION OF THE EMERGENCY PAVEMENT REPAIRS FOR THE WATER PIPELINE BREAK ON NORTHBOUND VAN BUREN BOULEVARD BETWEEN MORRIS STREET AND DOOLITTLE AVENUE

The Board of Public Utilities approved the expenditure of \$195,000, which includes all design, construction, construction management and inspection costs for the Emergency Pavement Repairs for the Water Pipeline Break on Northbound Van Buren Boulevard between Morris Street and Doolittle Avenue.

Other Items

DISCUSSION CALENDAR

6. CONSTRUCTION OF THE ORANGE STREET, WATKINS DRIVE AND MISSION INN AVENUE WATER MAIN REPLACEMENT PROJECTS

Following discussion, the Board of Public Utilities approved the capital expenditure of \$560,000 for Work Order Nos. 1120005, 1120006 and 1120007, which includes all design and construction costs for the Orange Street, Watkins Drive and Mission Inn Avenue Water Main Replacement Projects.

Motion – Elliott. Second – Cash

Ayes: Titus, Elliott, Sutter, Davidson, Segura, Cash, and Roberts.

7. POWER PURCHASE AGREEMENT BETWEEN AP NORTH LAKE SOLAR L.P. AND RIVERSIDE PUBLIC UTILITIES

Staff requested to add the following recommendation:

Authorize the City Manager, or his designee, to waive the credit requirement in the City of Riverside's Energy Risk Management Policy for this particular Power Purchase Agreement

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

1. Approve the 25-year Power Purchase Agreement between AP North Lake Solar L.P. and the City of Riverside to provide renewable solar photovoltaic energy and Renewable Energy Credits from the Diamond Valley Lake Solar PV project in Hemet, California;
2. Authorize the City Manager, or his designee, to execute the Power Purchase Agreement;
3. Authorize the City Manager, or his designee, to execute any future amendments to the Power Purchase Agreement for additional procurement of renewable solar photovoltaic energy and Renewable Energy Credits under terms and conditions substantially similar or superior to this Power Purchase Agreement;
4. Authorize the Public Utilities General Manager, or his designee, to execute any documents necessary to administer the Power Purchase Agreement that are consistent with the established policies by the City Council;
5. Authorize the City Manager, or his designee, to terminate the Power Purchase Agreement in accord with the Power Purchase Agreement if the project is no longer viable or the annual performance standard is not met; and
6. Authorize the City Manager, or his designee, to waive the credit requirement in the City of Riverside's Energy Risk Management Policy for this particular Power Purchase Agreement.

Motion – Cash. Second – Elliott.

Ayes: Titus, Elliott, Sutter, Davidson, Segura, Cash, and Roberts.

8. NEW TRANSMISSION PROJECT UPDATES (RIVERSIDE TRANSMISSION RELIABILITY PROJECT, SUB TRANSMISSION PROJECT, CASA BLANCA SUBSTATION)

Staff requested that this item be DEFERRED.

9. RIVERSIDE PUBLIC UTILITIES 2012-2013 EIGHT-MONTH STRATEGIC GOALS – UPDATE FROM SEPTEMBER 12, 2012 TO MAY 22, 2013 PUBLIC UTILITIES MANAGEMENT STRATEGIC PLANNING RETREAT

Following discussion, the Board of Public Utilities received and filed the updated Strategic Plan Eight-Month Strategic Objectives for the period ending May 22, 2013.

Motion – Segura. Second – Cash.

Ayes: Titus, Elliott, Sutter, Davidson, Segura, Cash, and Roberts.

10. CALIFORNIA INDEPENDENT SYSTEM OPERATOR CORPORATION (CAISO) BOARD OF GOVERNORS MEETING ON SEPTEMBER 13, 2012; DECISION ON CENTRAL COUNTERPARTY EXEMPTION FOR SELF-SUPPLY FROM TAX-EXEMPT GENERATION

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

Motion – Cash. Second – Roberts.

Ayes: Titus, Elliott, Sutter, Davidson, Segura, Cash, and Roberts.

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

- Discuss Reclaimed Water Rate Process
- Discuss Potential of the Water and Wastewater Divisions Combining

GENERAL MANAGER'S REPORT

12. SONGS Update
13. Green House Gas / AB 32 Status
14. Riverside Transmission Reliability Project (RTRP) Status
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 – SEE ITEM 9
18. Electric / Water Contract Panel Update – September 2012
19. Open and Closed Work Orders – August 2012
20. Water Highlights – August 2012
21. City Council Agendas – September 11, 2012 and September 18, 2012
22. Upcoming Meetings
23. Electric / Water Utility Acronyms

Board Member Segura left the meeting at this time.

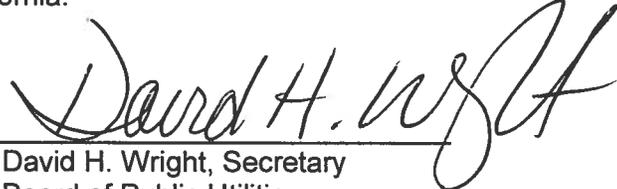
TOUR

24. A tour of the Casa Blanca Resource Center at 3025 Madison Street and the Casa Blanca Substation at 7615 Evans Street was conducted.

Board Member Elliott left the tour at this time (approximately at 10:00 am)

UPCOMING MEETING

Chair Bernie Titus adjourned the meeting at approximately 10:10 a.m. The next regularly scheduled meeting of the Board of Public Utilities is to be held on **October 5, 2012** at **8:30** a.m. at the Public Utilities Board Room located at 3750 University Avenue, 5th Floor, in Riverside, California.

By: 
David H. Wright, Secretary
Board of Public Utilities

Approved by: City of Riverside Board of Public Utilities

Dated: October 5, 2012