

CITY OF RIVERSIDE

BOARD OF PUBLIC UTILITIES

Minutes of: Regular Meeting of the Board of Public Utilities
Date of Meeting: April 19, 2013
Time of Meeting: 8:35 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: Justin Scott-Coe (Chair) Ian Davidson (Vice-Chair)
 Robert Elliott Darrell Ament
 Susan Cash David Roberts
 Kevin Ferguson Andrew Walcker
 Ron Cole

Absent: None

1 TRUJILLO WATER COMPANY SHAREHOLDERS ANNUAL MEETING

Ms. Sarah Garner, vice president of the Trujillo Water Company, called the annual meeting of the Trujillo Water Company Shareholders to order at 8:35 a.m. The meeting adjourned at 8:40.

2 TRUJILLO WATER COMPANY DIRECTORS ORGANIZATIONAL MEETING

The Trujillo Water Company Directors Organizational meeting was called to order at 8:40 and adjourned at 8:49 a.m.

MINUTES

3 The regular meeting minutes from the Board of Public Utilities meeting held on April 5, 2013 were approved as submitted.

Motion – Roberts. Second – Ferguson.

Ayes: Scott-Coe, Davidson, Elliott, Cash, Roberts, Ferguson, Walcker, and Cole.

Abstain: Ament

Absent: None.

CITIZENS PARTICIPATION

Mr. Tom Evans, resident in Ward 5, spoke in support of Measure A.

Ms. Vivian Moreno spoke against Measure A.

CONSENT CALENDAR

Items 4 and 5 on the Consent Calendar were moved to the Discussion Calendar.

Electric Items

Water Items

Other Items

DISCUSSION CALENDAR

4 UNDERGROUND DETAILED INSPECTIONS – WORK ORDER NOS. 1308021 AND 1308022

Board Member Ron Cole requested this item be placed on the Discussion Calendar for clarification of why the estimated operations and maintenance expenses were the same cost for 553 padmounted structures in Area 5 and 535 padmounted structures in Area 6. Deputy General Manager Steve Badgett explained that costs were unit based with a not-to-exceed total.

Following discussion, the Board of Public Utilities:

1. Approved the estimated operations and maintenance expense of \$65,000 for Work Order No. 1308021 for the detailed inspection of 553 padmounted structures and associated equipment items located in Area 5 and;
2. Approved the estimated operations and maintenance expense of \$65,000 for Work Order No. 1308022 for the detailed inspection of 535 padmounted structures and associated equipment items located in Area 6.

Motion – Cole. Second – Roberts.

Ayes: Scott-Coe, Davidson, Elliott, Ament, Cash, Roberts, Ferguson, Walcker, and Cole.

5 NORTH AMERICAN ENERGY STANDARDS BOARD CONTRACT FOR SALE AND PURCHASE OF NATURAL GAS BETWEEN BP ENERGY COMPANY AND THE CITY OF RIVERSIDE

Board Member Susan Cash requested this item be placed on the Discussion Calendar for clarification of the purchasing authority in recommendations No. 2 and 3.

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

1. Approve the North American Energy Standards Board Base Contract between BP Energy Company and the City of Riverside for use in procuring natural gas sales and purchases under the terms and conditions stated therein;
2. Authorize the City Manager, or his designee, to execute individual enabling agreements, with additional counterparties meeting Riverside's credit criteria, incorporating the terms and conditions of the 2006 NAESB Base Contract, subject to their review and approval by the City Attorney's Office; and
3. Authorize the Public Utilities General Manager, or his designee, to execute subsequent transaction confirmation agreements for sales and purchases of natural gas, subject to the terms and conditions of individual 2006 NAESB enabling agreements and consistent with the Council approved Energy Risk Management Policy.

Motion – Cash. Second – Cole.

Ayes: Scott-Coe, Davidson, Elliott, Ament, Cash, Roberts, Ferguson, Walcker, and Cole.

6 CONSTRUCTION OF THE MULBERRY BOOSTER PUMP STATION REHABILITATION PROJECT – AWARD OF BID NO. 7125

Following discussion, the Board of Public Utilities:

1. Approved the capital expenditure in the amount of \$542,500 for Work Order No. 1304150, which includes all design, construction, change order contingencies, system connections, construction management, inspection and geotechnical testing for the Mulberry Booster Pump Station Rehabilitation Project, Bid No. 7125; and
2. Awarded a contract for the construction of the Mulberry Booster Pump Station Rehabilitation Project, Bid No. 7125 to the lowest responsive bidder, Cora Contractors, Inc. of Palm Desert, California, in the amount of \$344,325.

Motion – Davidson. Second – Ferguson.

Ayes: Scott-Coe, Davidson, Elliott, Ament, Cash, Roberts, Ferguson, Walcker, and Cole.

7 PROFESSIONAL SERVICES AGREEMENT WITH SAIC ENERGY, ENVIRONMENT & INFRASTRUCTURE, LLC FOR PREPARATION OF A UTILITY TECHNOLOGY STRATEGIC PLAN

Following discussion, the Board of Public Utilities:

1. Approved the expenditure in the amount of \$824,000 for the preparation of a Utility Technology Strategic Plan; and

2. Approved the Professional Service Agreement with SAIC Energy, Environment & Infrastructure, LLC, of Henderson, Tennessee, in the amount of \$749,700 for the preparation of a Utility Technology Strategic Plan.

Motion – Davidson. Second – Cole.

Ayes: Scott-Coe, Davidson, Elliott, Ament, Cash, Roberts, Ferguson, Walcker, and Cole.

8 SEVEN OAKS DAM WATER CONSERVATION PROJECT UPDATE AND COSTS ASSOCIATED WITH NEW WATER RIGHTS

Western Municipal Water District General Manager John Rossi was in attendance and voiced appreciation on the detailed presentation.

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

Motion – Cash. Second – Elliott.

Ayes: Scott-Coe, Davidson, Elliott, Ament, Cash, Roberts, Ferguson, Walcker, and Cole.

9 CREATION OF AD HOC COMMITTEE ENTITLED "NEW MEMBER ORIENTATION"

Following discussion, the Board of Public Utilities created a new committee entitled "New Member Orientation" and appointed up to four members of the Board to that committee.

The following members were appointed by Chair Scott-Coe:

David Roberts – Chair
Ron Cole
Kevin Ferguson
Andrew Walcker

Motion – Davidson. Second – Ament.

Ayes: Scott-Coe, Davidson, Elliott, Ament, Cash, Roberts, Ferguson, Walcker, and Cole.

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

- LADWP and IPP repowering

GENERAL MANAGER'S REPORT

11 SONGS Update

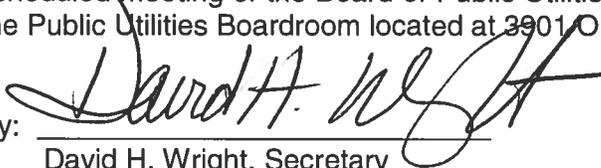
12 State and Federal Legislative Update - Update on pending legislation that may impact the Water and/or Electric Utility

13 Systematic Reporting on Conferences/Seminars by Board Members and/or Staff

- 14 Committee Reports – Electric Committee, Water Committee, and Customer Relations/Finance Committee
- 15 Financial Statements – February 2013
- 16 Monthly Update of Goals
- 17 Electric / Water Contract Panel Update – April 2013
- 18 Open and Closed Work Orders – March 2013
- 19 Water Highlights – March 2013
- 20 City Council Agendas – April 9, 2013 and April 16, 2013
- 21 Upcoming Meetings
- 22 Electric / Water Utility Acronyms

UPCOMING MEETING

Chair Justin Scott-Coe adjourned the meeting at approximately 10:05 a.m. The next regularly scheduled meeting of the Board of Public Utilities is to be held on **May 3, 2013** 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: May 3, 2013