

Noes: None

Abstain: None.

Absent: None.

2 PUBLIC HEARING - AMENDMENT OF WATER TARIFFS TO INCORPORATE REFERENCE TO THE WATER GENERAL FUND TRANSFER, AS APPROVED BY THE VOTERS OF THE CITY OF RIVERSIDE AS A GENERAL TAX, PURSUANT TO ARTICLE 13.C OF THE CALIFORNIA CONSTITUTION

Following discussion, the Board of Public Utilities:

1. Conducted a public hearing to consider the following amendment to the existing water tariffs: "The Water General Fund Transfer is a component of every customer's water bill, and is a transfer of up to 11.5 percent of revenues from the Water Fund to the City's General Fund. On June 4, 2013, the voters of the City of Riverside approved the Water General Fund Transfer as a general tax, pursuant to Article 13.C of the California Constitution";
2. Adopted a resolution establishing the following amendment to the existing water tariffs: "The Water General Fund Transfer is a component of every customer's water bill, and is a transfer of up to 11.5 percent of revenues from the Water Fund to the City's General Fund. On June 4, 2013, the voters of the City of Riverside approved the Water General Fund Transfer as a general tax, pursuant to Article 13.C of the California Constitution"; and
3. Recommended that the City Council adopt the proposed amendment to the existing water tariffs.

Motion – Ament. Second – Elliott.

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

Noes: None

Abstain: None.

Absent: None.

MINUTES

1. The regular meeting minutes from the Board of Public Utilities meeting held on June 21, 2013 were approved as submitted.

Motion – Roberts. Second – Cole.

Ayes: Davidson, Elliott, Ament, Cash, Roberts, Walcker, and Cole.

Abstain: Scott-Coe and Austin

CITIZENS PARTICIPATION

None.

CONSENT CALENDAR

A motion was made to approve the following items on the Consent Calendar with the exceptions of Item 6, **REPAIR OF DETERIORATED VAULTS AND MANHOLE ON CHESTNUT STREET BETWEEN TENTH AND FIFTH STREETS – WORK ORDER NO. 1321782**, Item 8, **CONSTRUCTION OF THE DAWES STREET WATER MAIN REPLACEMENT PROJECT – WORK ORDER NO. 1120307**, and Item 11, **LICENSE AGREEMENTS WITH WESTMINSTER ARLINGTON LLC AND COLE LA, RIVERSIDE CA, LP**, which were moved to the Discussion Calendar.

Motion – Cole. Second – Roberts.

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

Electric Items

- 4 PRIMARY CABLE BURN UP REPAIR ON CIMARRON ROAD, ANNA STREET AND ARLINGTON AVENUE - WORK ORDER NO. 1322051

The Board of Public Utilities approved the estimated capital expenditure of \$182,000 for Work Order No. 1322051.

- 5 EMERGENCY WORK REQUIRED DUE TO PRIMARY CABLE BURN UP AT COPLEY LANE AND CASCABEL WAY - WORK ORDER NO. 1324552

The Board of Public Utilities approved the capital expenditure of \$58,178.79 for Emergency Work Order No. 1324552 in accordance with Article XII, Section 1202(2) (b) of the Riverside City Charter.

- 6 **MOVED TO DISCUSSION CALENDAR**

- 7 REPLACEMENT OF DETERIORATED GAS SWITCH AND ASSOCIATED EQUIPMENT IN VAULT V-1836 - WORK ORDER NO. 1120307

The Board of Public Utilities approved the estimated capital expenditure of \$270,000 for Work Order No. 1120307.

Water Items

- 8 **MOVED TO DISCUSSION CALENDAR**

9 CALIFORNIA BAPTIST UNIVERSITY LANCER PLAZA NORTH DEVELOPMENT -
WORK ORDER NO. 1401064

The Board of Public Utilities approved Work Order No. 1401064 in the amount of \$50,560.73, which includes City-provided construction services associated with the development of California Baptist University's Lancer Plaza North.

10 RIVERSIDE COMMUNITY HOSPITAL MEDICAL OFFICE BUILDING AND PARKING
STRUCTURE DEVELOPMENT - WORK ORDER NO. 1401472

The Board of Public Utilities approved Work Order No. 1401472 in the amount of \$57,680 which, includes City-provided construction services associated with the development of Riverside Community Hospital's new Medical Office Building and Parking Structure.

Other Items

11 **MOVED TO DISCUSSION CALENDAR**

DISCUSSION CALENDAR

6 REPAIR OF DETERIORATED VAULTS AND MANHOLE ON CHESTNUT STREET
BETWEEN TENTH AND FIFTH STREETS - WORK ORDER NO. 1321782

Board Member David Roberts requested this item be placed on the Discussion Calendar for clarification of the policy to rehab vaults vs. moving equipment to pad-mounts.

Following discussion, the Board of Public Utilities approved the estimated capital expenditure of \$111,000 for Work Order No. 1321782 for the repair of deteriorated vaults and manhole on Chestnut Street between Tenth and Fifth Streets.

Motion – Elliott. Second – Roberts.

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

8. CONSTRUCTION OF THE DAWES STREET WATER MAIN REPLACEMENT
PROJECT – WORK ORDER NO. 1328178

Board Member Susan Cash requested this item be placed on the Discussion Calendar as she had a question about the budget.

Following discussion, the Board of Public Utilities approved the capital expenditure of \$122,000 for Work Order No. 1328178 which includes all design, construction, paving, contract administration and construction contingency costs for the Dawes Street Water Main Replacement Project.

Motion – Cash. Second – Cole.

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

11 LICENSE AGREEMENTS WITH WESTMINSTER ARLINGTON LLC AND COLE LA, RIVERSIDE CA, LP

Board Member David Roberts requested this item be placed on the Discussion Calendar to point out that the contract should state Riverside County instead of San Bernardino County (page 5; Paragraph 12) and clarification of penalties (page 4; b).

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

1. Approve the subject License Agreement with Westminster Arlington LLC;
2. Approve the subject License Agreement with Cole LA Riverside, CA LP; and
3. Authorize the City Manager, or his designee, to execute the License Agreements with Westminster Arlington LLC and with Cole LA Riverside, CA LP.

Motion – Roberts. Second – Walcker.

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

12 APPROVE AGREEMENT WITH UTILIQUEST LLC FOR UNDERGROUND LOCATING SERVICES

Staff DEFERRED this item to a future Board meeting.

13 MAGNOLIA PLAZA RELIABILITY PROJECT AWARD OF TRANSFORMER PURCHASE ORDER – WORK ORDER NO. 1227700

Following discussion, the Board of Public Utilities approved a purchase order in the amount of \$786,132 to ABB, Inc., of Crystal Springs, Mississippi, for a power transformer and associated equipment as part of the Magnolia Plaza Reliability Project.

Motion – Cole. Second – Cash.

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

14 SURPLUS PROPERTY DECLARATION OF 10-ACRES OF UTILITY OWNED PROPERTY, LOCATED ON THE NORTHEASTERLY CORNER OF COLUMBIA AVENUE AND MAIN STREET, RIVERSIDE

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

1. Declare the Property as surplus to the current and anticipated needs of the Utility,
2. Authorize the City Manager, or his designee, to market the property for fair market value in compliance with the City's disposition of surplus property requirements set forth in Government Code section 54220 et. seq., and
3. Authorize the City Manager, or his designee, to market the property for fair market value for a retail development should there be no public agency interest in the Property

Motion – Elliott. Second – Walcker.

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

15 CONSTRUCTION OF THE PARK AVENUE AND GROVE AVENUE WATER MAIN REPLACEMENT PROJECT – WORK ORDER NO. 1308883

Following discussion, the Board of Public Utilities approved the capital expenditure of \$2,150,000 for Work Order No. 1308883 which includes all design, construction, paving, contract administration and construction contingency costs for the Park Avenue and Grove Avenue Water Main Replacement Project.

Motion – Davidson. Second – Elliott.

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

16 100 YEARS OF WATER SERVICE – OVERVIEW OF COMMUNITY OUTREACH AND CUSTOMER COMMUNICATIONS

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

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

17 PUBLIC UTILITIES GENERAL MANAGER RECRUITMENT

The Board of Public Utilities discussed the Riverside City Charter Article XII; Section 1202 (g) The Board of Public Utilities shall have the power and duty to approve or disapprove the appointment of the Director of Public Utilities, who shall be the department head.

Chair Justin Scott-Coe nominated Board Member Susan Cash to be appointed to the City Manager's Interview Selection Panel in selecting the new Public Utilities General Manager.

Motion – Elliott. Second – Cole.

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

Chair Scott-Coe also requested that each Board Member provide a list of qualifications they each would like in a General Manager to Board Member Cash in the near future.

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

- Overview presentation from General Manager Dave Wright of major upcoming items that should be considered by the new general manager

GENERAL MANAGER'S REPORT

19 SONGS Update

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

- 21 Systematic Reporting on Conferences/Seminars by Board Members and/or Staff
- 22 Committee Reports – Electric Committee, Water Committee (June 21, 2013), and Customer Relations/Finance Committee
- 23 Financial Statements – May 2013
- 24 Monthly Update of Goals
- 25 Electric / Water Contract Panel Update – July 2013
- 26 Open and Closed Work Orders – June 2013
- 27 Water Highlights – June 2013
- 28 Monthly Power Supply Report – May 2013
- 29 City Council Agendas – June 25, 2013 and July 9, 2013
- 30 Upcoming Meetings
- 31 Electric / Water Utility Acronyms

UPCOMING MEETING

Chair Scott-Coe adjourned the meeting at approximately 9:50 a.m. The next regularly scheduled meeting of the Board of Public Utilities is to be held on **August 2, 2013 at 8:30 a.m.** in the Public Utilities Boardroom located at 3901 Orange Street in Riverside, California.

By: 

Stephen H. Badgett, Interim Secretary
Board of Public Utilities

Approved by: City of Riverside Board of Public Utilities

Dated: August 2, 2013