

CITY OF RIVERSIDE

BOARD OF PUBLIC UTILITIES

Minutes of: Regular Meeting of the Board of Public Utilities
Date of Meeting: April 18, 2014
Time of Meeting: 8:30 a.m.
Place of Meeting: Public Utilities Boardroom
3901 Orange Street
Riverside, California

PLEDGE OF ALLEGIANCE TO THE FLAG WAS GIVEN

Roll Call

Present: Justin Scott-Coe (Chair) Ian Davidson (Vice Chair)
Darrell Ament Susan Cash
David Roberts Andrew Walcker
Dave Austin Nick Ferguson

Absent: Ron Cole (excused absence due to vacation)

1 **TRUJILLO WATER COMPANY SHAREHOLDERS ANNUAL MEETING**

Ms. Sarah Garner, president of the Trujillo Water Company, called the annual meeting of the Trujillo Water Company Shareholders to order at 8:30 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 8:41 and adjourned at 8:50 a.m.

The Board of Public Utilities took a five-minute break at this time.

PRESENTATIONS

2 EMPLOYEE RECOGNITIONS

None.

MINUTES

3 The regular meeting minutes from the Board of Public Utilities meeting held on April 4, 2014 were approved as submitted.

Motion – Ament. Second – Cash.

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

Abstain: None.

Absent: Ron Cole (excused absence due to vacation)

CITIZENS PARTICIPATION

None.

CONSENT CALENDAR

A motion was made to approve the following items on the Consent Calendar with the exception of Item 8, **EMERGENCY GAS TURBINE COMBUSTOR REPAIR SERVICES AT THE CLEARWATER COGENERATION POWER PLANT IN ACCORDANCE WITH THE RIVERSIDE CITY CHARTER ARTICLE XII, SECTION 1202 (B)**, which was moved to the Discussion Calendar.

Motion – Austin. Second – Ferguson.

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

Electric Items

- 5 UNDERGROUND ELECTRICAL INSTALLATION FOR THE RIVERSIDE COMMUNITY COLLEGE DISTRICT RENAISSANCE BLOCK - WORK ORDER NO. 1415322

The Board of Public Utilities approved the estimated capital expenditure in the amount of \$70,917 for Work Order No. 1415322 for the installation of electric distribution facilities to serve the Riverside Community College District Renaissance Block.

Water Items

- 6 CONSTRUCTION OF THE LAS FLORES AVENUE 8-INCH WATER MAIN REPLACEMENT PROJECT – WORK ORDER NO. 1322528

The Board of Public Utilities approved the capital expenditure of \$392,000 for Work Order No. 1322528, which includes all design, construction, paving, contract administration, inspection and construction contingency costs for the Las Flores Avenue 8-Inch Water Main Replacement Project.

Other Items

- 7 INCREASE ANNUAL KUBRA AMERICA WEST, INC. ELECTRONIC BILL PAYMENT AND PRESENTMENT PURCHASE ORDER NO.141466

Staff DEFERRED this item to the next Board meeting.

- 8 **MOVED TO DISCUSSION CALENDAR**

DISCUSSION CALENDAR

- 8 EMERGENCY GAS TURBINE COMBUSTOR REPAIR SERVICES AT THE CLEARWATER COGENERATION POWER PLANT IN ACCORDANCE WITH THE RIVERSIDE CITY CHARTER ARTICLE XII, SECTION 1202 (B)

Board Member Ament requested this item be placed on the Discussion Calendar for more clarification of the penalties and additional costs that could be incurred.

Following discussion, the Board of Public Utilities ratified the issuance of Purchase Order No.143803 in the amount of \$250,000 for emergency gas turbine combustor repairs with GE Packaged Power Inc., of Houston, Texas, in accordance with Article XII, Section 1202(b) of the Riverside City Charter.

Motion – Ament. Second – Cash.

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

- 9 EXCUSE BOARD MEMBER RON COLE'S ABSENCES FROM REGULAR MEETINGS

Board Chair Scott-Coe reviewed the board's standing rules regarding absences and the Board discussed the importance of the commitment to board duties and how they would view such absences if it were repeated.

Following discussion, the Board of Public Utilities excused Board Member Ron Cole's absence today (Friday, April 18, 2014) and future absences from meetings on May 2, 2014, May 16, 2014, June 6, 2014, and June 20, 2014 of the Board of Public Utilities.

Motion – Davidson. Second – Austin.

Ayes: Scott-Coe, Davidson, Ament, Roberts, Walcker, Austin, and Ferguson.

Noes: Cash

- 10 PROFESSIONAL SERVICES AGREEMENT WITH GRID ALTERNATIVES FOR THE AFFORDABLE SOLAR ENERGY FOR RIVERSIDE PROGRAM – REQUEST FOR PROPOSAL NO. 1423

Ms. Bambi Tran, regional director of GRID Alternative, was in attendance to answer questions.

Following discussion, the Board of Public Utilities:

1. Approved a Professional Services Agreement with GRID Alternatives, of Riverside, California, for the Affordable Solar Energy for Riverside program; and
2. Authorized the City Manager, or his designee, to execute the Agreement.

Motion – Ament. Second – Ferguson.

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

11 CITY OF RIVERSIDE POLICY ON THE ALLOWABLE USE OF GREENHOUSE GAS ALLOWANCE VALUE AND PROCEEDS

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

1. Approve Riverside's Policy on the Permitted Use of Greenhouse Gas Allowance Value and Proceeds;
2. Authorize the City Manager, or his designee, to make changes to the Policy in accordance with the goals of Assembly Bill 32 and herein for the benefit of Riverside's retail electric ratepayers; and
3. Approve the preparation and filing of the reports necessary to meet the applicable regulatory requirements of Assembly Bill 32.

Motion – Scott-Coe. Second – Ament.

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

12 UPDATE ON COMMUNITY ENGAGEMENT PANEL FOR THE DECOMMISSIONING OF SAN ONOFRE NUCLEAR GENERATING STATION (SONGS)

Deputy General Manager Badgett gave an oral update on the creation of a non-regulatory Community Engagement Panel spearheaded by Southern California Edison. The majority of the members of the Panel are elected officials and community members from neighboring coastal cities surrounding SONGS. This Panel will serve to foster open communication and public involvement in the process of decommissioning SONGS.

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

Motion – Austin. Second – Walcker.

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

BOARD MEMBER/STAFF COMMUNICATIONS

13 SYSTEMATIC REPORTING ON CONFERENCES/SEMINARS BY BOARD MEMBERS AND/OR STAFF

None.

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

None.

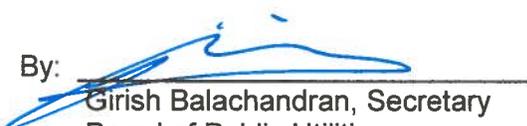
GENERAL MANAGER'S REPORT

General Manager Balachandran reported that RPU has received the highest honor of Diamond Designation by the American Public Power Association demonstrating the highest rating of reliability, safety, workforce development and system improvement.

General Manager Balachandran announced that the Superior Court petition challenging the Environmental Impact Report for the Riverside Transmission Reliability Project was denied and that RPU would be moving forward with the design and construction phases of the project – there has been no word yet on whether Jurupa will decide to appeal the decision.

- 15 State and Federal Legislative Update - Update on pending legislation that may impact the Water and/or Electric Utility
- 16 Committee Reports – Electric Committee, Water Committee, Customer Relations/Finance Committee, and Ad Hoc Committee (March 7, 2014)
- 17 Monthly Update of Goals
- 18 Electric / Water Contract Panel Update – March 2014
- 19 Open and Closed Work Orders – February 2014
- 20 Water Highlights – February 2014
- 21 Power Supply Update
- 22 Financial Statements – January 2014
- 23 City Council Agendas – March 11, 2014 and March 18, 2014
- 24 Upcoming Meetings
- 25 Electric / Water Utility Acronyms

Chair Justin Scott-Coe adjourned the meeting at approximately 9:55 a.m. The next regularly scheduled meeting of the Board of Public Utilities is to be held **May 2, 2014** at **8:30 a.m.** in the Public Utilities Boardroom located at 3901 Orange Street in Riverside, California.

By: 

Girish Balachandran, Secretary
Board of Public Utilities

Approved by: City of Riverside Board of Public Utilities

Dated: May 2, 2014