

CITY OF RIVERSIDE

BOARD OF PUBLIC UTILITIES

Minutes of: Regular Meeting of the Board of Public Utilities
Date of Meeting: September 1, 2006
Time of Meeting: 8:15 a.m. (Began at 8:16 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: Dave Barnhart (Acting Chair) Bob Stockton
 Mary Curtin Robert Elliott
 Ken Sutter

Absent: Jim Anderson (absence due to vacation)
 Joe Tavaglione (absence due to business)
 Peter Hubbard (absence due to vacation)

MINUTES

- (1) The regular meeting minutes from the Board of Public Utilities meeting held on August 18, 2006 was approved as submitted.

Motion – Curtin. Second – Stockton.

Ayes: Barnhart, Stockton, Curtin, Sutter, and Elliott.

Noes: None

Abstain: None

Absent: Jim Anderson (absence due to vacation)
 Joe Tavaglione (absence due to business)
 Peter Hubbard (absence due to vacation)

CITIZENS PARTICIPATION

- (2) No comments were made.

COMMITTEE REPORTS

- (3) WATER COMMITTEE REPORT

The Board of Public Utilities accepted and filed the August 18, 2006, Water Committee minutes.

- (4) FINANCE/MARKETING COMMITTEE REPORT – The Finance/Marketing Committee meeting scheduled on August 25, 2006 was cancelled.

CONSENT CALENDAR

A motion was made to approve the following items on the Consent Calendar with the exceptions of Item 10, **12 kV UNDERGROUND FEEDER EXTENSION FOR ALESSANDRO STREET IMPROVEMENT PROJECT – REVISED WORK ORDER NO. 0605414**, Item 12, **PUBLIC UTILITIES ELECTRIC ANNUAL RESOURCE ADEQUACY PLAN FOR 2007**, and Item 13, **DULCE VIDA, LLC LICENSE AGREEMENT**, which were moved to the Discussion Calendar:

Motion – Curtin. Second – Elliott.

Ayes: Barnhart, Stockton, Curtin, Sutter, and Elliott.

Noes: None

Abstain: None

Absent: Jim Anderson (absence due to vacation)
Joe Tavaglione (absence due to business)
Peter Hubbard (absence due to vacation)

ELECTRIC ITEMS

- (5) 12 kV UNDERGROUND LINE EXTENSION - THREE NEW COMMERCIAL BUILDINGS LOCATED AT 7899, 7895, AND 7893 MISSION GROVE PARKWAY WORK ORDER NO. 060113

The Board of Public Utilities approved the estimated capital expenditure of \$100,000 to install underground primary line extensions to serve three new commercial buildings located at 7899, 7895, and 7893 Mission Grove Parkway.

- (6) 12 kV UNDERGROUND LINE EXTENSION - NEW SERVICE FOR EAST HILL CHURCH LOCATED AT 20660 ORANGE TERRACE PARKWAY WORK ORDER NO. 060122-49

The Board of Public Utilities approved the estimated capital expenditure of \$75,000 to install underground primary line extensions to serve East Hill Church located at 20660 Orange Terrace Parkway.

- (7) AIR CONDITIONING SYSTEM INSTALLATIONS FOR SWITCHGEAR AND CONTROL BUILDINGS AT FREEMAN, LA COLINA, AND PLAZA SUBSTATIONS WORK ORDER NO. 0701892

The Board of Public Utilities approved the estimated capital expenditure of \$68,000 for the design, purchase, and installation of air conditioning units at Freeman, La Colina, and Plaza Substations in the switchgear and control buildings.

- (8) 12 kV UNDERGROUND LINE EXTENSION - 57 SINGLE-FAMILY UNITS

WORK ORDER NO. 050024-09

The Board of Public Utilities approved the estimated capital expenditure of \$250,000 to install underground primary line extensions to serve 57 single-family units located at Buchanan Street easterly of Raley Street.

- (9) **12 kV LINE EXTENSION AND RELOCATION - NEW 57 SINGLE-FAMILY UNITS
WORK ORDER NO. 0608497**

The Board of Public Utilities approved the estimated capital expenditure of \$175,000 for Work Order 0608497 that consists of pole line relocation and undergrounding of an existing pole line to facilitate new 57 single-family units (Tract No. 32820) located at El Cerrito Drive and Sycamore Canyon Boulevard.

- (10) MOVED TO DISCUSSION CALENDAR**

WATER ITEMS

- (11) **CONSTRUCTION OF ANDULKA PARK 12-INCH WATER MAIN REPLACEMENT
PROJECT - REJECTION OF ALL BIDS FOR BID NO. 6394**

The Board of Public Utilities rejected all bids and not award the contract for construction of the Andulka Park 12-Inch Water Main Replacement Project, Bid No. 6394.

OTHER ITEMS

- (12) MOVED TO DISCUSSION CALENDAR**

- (13) MOVED TO DISCUSSION CALENDAR**

DISCUSSION CALENDAR

- (10) **12 kV UNDERGROUND FEEDER EXTENSION FOR ALESSANDRO STREET
IMPROVEMENT PROJECT
REVISED WORK ORDER NO. 0605414**

Board Member Dave Barnhart requested this item be placed on the discussion calendar because he wanted to know if this project was planned and more detail regarding the revised work order? Deputy Director Steve Badgett responded that this work was in conjunction with the Public Works street widening and improvements. An unimproved area still has aerial facilities, and will be replaced with undergrounding facilities. After the preliminary design, it was decided to install additional feeder ties and protective devices.

The Board requested a historical overhead/underground program report to be brought back to the Board and refer the funding strategy/surcharge of the undergrounding projects to the Finance/Marketing Committee for discussion.

Following discussion, the Board of Public Utilities approved the revised estimated

capital expenditure of \$950,000 on Work Order No. 0605414 to include the 12 kV underground feeder extension and distribution cables to be installed in addition to the underground structures along Alessandro Boulevard between Chicago Avenue and Trautwein Road.

Motion – Elliott. Second – Curtin.

Ayes: Barnhart, Stockton, Curtin, Sutter, and Elliott.

Noes: None

Abstain: None

Absent: Jim Anderson (absence due to vacation)
Joe Tavaglione (absence due to business)
Peter Hubbard (absence due to vacation)

(12) PUBLIC UTILITIES ELECTRIC ANNUAL RESOURCE ADEQUACY PLAN FOR 2007

Board Member Bob Stockton requested this item be placed on the discussion calendar because he wanted more detail on the projected peaks shown. Assistant Director/Resources Gary Nolff described planning requirements for infrastructure reliability, versus planning for resource procurement.

The Board requested that staff bring back an update of comparison of the following projected peaks: 1 in 2; 1 in 5; and 1 in 10.

Following discussion, the Board of Public Utilities approved and recommended that the City Council approve the attached Annual Resource Adequacy Plan for 2007.

Motion – Stockton Second – Curtin.

Ayes: Barnhart, Stockton, Curtin, Sutter, and Elliott.

Noes: None

Abstain: None

Absent: Jim Anderson (absence due to vacation)
Joe Tavaglione (absence due to business)
Peter Hubbard (absence due to vacation)

(13) DULCE VIDA, LLC LICENSE AGREEMENT

Board Member Bob Stockton requested this item be placed on the discussion calendar because this item did not go to the Property Committee so it should have been placed on discussion for more details and input.

Following discussion, the Board of Public Utilities approved and recommended City Council approval of the subject License Agreement with Dulce Vida, LLC.

Motion – Stockton. Second – Sutter.

Ayes: Barnhart, Stockton, Curtin, Sutter, and Elliott.

Noes: None

Abstain: None

Absent: Jim Anderson (absence due to vacation)
Joe Tavaglione (absence due to business)
Peter Hubbard (absence due to vacation)

(14) BUCHANAN BOOSTER STATION PROJECT - BID NO. 6420

Board Member Dave Barnhart requested that staff add to bid reports in the future with a statement of certification that review of bids are fair and reasonable and that rebidding is not recommended.

Following discussion, the Board of Public Utilities:

- a. Approved the estimated total capital expenditure of \$1,042,000 for Work Order 0602879 which includes all design, construction, contract administration, inspection, and change order contingencies for the Buchanan Booster Station Project;
- b. Authorized a budget transfer of \$180,000 from the Waterman Pipeline Replacement Account No. 6230000-470787 to the Buchanan Booster Station Account No. 6230000-470804 of the Public Utilities' Water Fund; and
- c. Awarded a contract for the construction of the Buchanan Booster Station Project, Bid No. 6420 to the lowest responsive bidder Cass Construction, Inc., in the amount of \$805,430.

Motion – Elliott. Second – Stockton.

Ayes: Barnhart, Stockton, Curtin, Sutter, and Elliott.

Noes: None

Abstain: None

Absent: Jim Anderson (absence due to vacation)
Joe Tavaglione (absence due to business)
Peter Hubbard (absence due to vacation)

- (15) FOURTEENTH STREET WATER MAIN REPLACEMENT PROJECT (EVERGREEN CEMETERY - STREET AND STORM DRAIN IMPROVEMENT PROJECT)
WORK ORDER NO. 0609451.

Following discussion, the Board of Public Utilities approved the estimated capital expenditure of \$560,000 for Work Order No. 0609451 which includes all design, construction, inspection change order contingencies, system connections, and service tie-overs for the Fourteenth Water Main Replacement Project.

Motion – Stockton. Second – Curtin.

Ayes: Barnhart, Stockton, Curtin, Sutter, and Elliott.

Noes: None

Abstain: None

Absent: Jim Anderson (absence due to vacation)
Joe Tavaglione (absence due to business)
Peter Hubbard (absence due to vacation)

- (16) STREETLIGHT INSTALLATION FOR EVERGREEN CEMETERY FOR PUBLIC WORKS STREET IMPROVEMENT
WORK ORDER NO. 060131-2

Following discussion, the Board of Public Utilities approved the estimated capital expenditure of \$394,000 to install 42 Corsican streetlights installed on the streets bordering and near Evergreen Cemetery at Palm Avenue and Redwood Drive, Cedar Street, Fourteenth Street, Pine Street, and Thirteenth Street.

Motion – Elliott. Second – Curtin.

Ayes: Barnhart, Stockton, Curtin, Sutter, and Elliott.

Noes: None

Abstain: None

Absent: Jim Anderson (absence due to vacation)
Joe Tavaglione (absence due to business)
Peter Hubbard (absence due to vacation)

- (17) PROPOSED TWO-YEAR (2006 AND 2007) ELECTRIC RATE PLAN UPDATE

General Manager Dave Wright updated the Board with a PowerPoint presentation answering questions that had been asked at the previous Board meeting regarding the proposed two-year (2006 and 2007) Electric Rate Plan.

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

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

Board Member Stockton requested an update of the impact of Greenhouse Gas.

DIRECTOR'S REPORT

- (19) State and Federal Legislative Update
- (20) Monthly Power Supply Report - July 2006
- (21) City Council Agenda - August 22, 2006
- (22) Upcoming Meetings
- (23) Systematic Reporting on Conferences/Seminars
None.

UPCOMING MEETING

Acting Chairman Dave Barnhart adjourned the meeting at 9:43 a.m. to the next regularly scheduled meeting of the Board of Public Utilities to be held on **Friday, September 15, 2006**, at **8:15** 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: October 20, 2006