

CITY OF RIVERSIDE
BOARD OF PUBLIC UTILITIES

Minutes of: "Special" Joint Meeting of the Board of Public Utilities and City Council

Date of Meeting: September 11, 2007

Time of Meeting: 3:00 p.m.

Place of Meeting: City Council Chambers
3900 Main Street (at Tenth and Main Streets)
Riverside, California

Present: Joe Tavaglione (Chair) Dave Barnhart (Vice Chair)
 Bob Stockton Ken Sutter
 Robert Elliott Bernie Titus

Absent: Mary Curtin (absence due to family sick)
 Ian Davidson (absence due to other)
 Jim Anderson (absence due to vacation)

The City Council meeting minutes of September 11, 2007 are as follows:

CITY COUNCIL JOINT WORKSHOP WITH BOARD OF PUBLIC UTILITIES

ELECTRIC UTILITY FINANCIAL PRIORITIES

The City Council and Board of Public Utilities with Chair Tavaglione and Members Stockton, Titus, Barnhart, Elliott, and Sutter present, reviewed and considered financial priorities of the electric utility, including internal generation, additional transmission capacity, and electric rates to support such priorities. Following discussion, the City Council (1) unanimously, and without formal motion, conceptually approved to continue as scheduled with the Riverside Transmission Reliability Project and Riverside Energy Resource Center (RERC) 3 and 4; (2) unanimously, and without formal motion, conceptually approved immediate purchase of RERC 3 and 4 generators for \$35 million from reserves, with reimbursement from a future rate increase; (3) without formal motion conceptually approved consideration of a Fixed Reliability Charge with Councilmember Melendrez voting no; (4) without formal motion conceptually approved that peak power users be charged for peak power costs with Councilmember Adkison voting no; (5) without formal motion, conceptually approved to continue historical Southern California Edison (SCE) rate comparison benchmarks and the Board of Public Utilities goal of a 20 percent benefit for all classes with Councilmembers Schiavone, Adkison, and Hart voting no; (6) without formal motion conceptually approved to consider seasonal tiers with Councilmembers Betro and Gage voting no; (7) without formal motion, Councilmembers Melendrez and Gage conceptually approving four tiers, Councilmembers Betro, Hart, and Adams conceptually approving three tiers, and Councilmembers Schiavone and Adkison conceptually approving two tiers; and (8) unanimously, and without formal motion, conceptually approved to encourage conservation.

UPCOMING MEETING

The workshop was adjourned approximately at 5:45 p.m. to the next regularly scheduled meeting of the Board of Public Utilities to be held on **Friday, September 21, 2007, 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: September 21, 2007