

CITY OF RIVERSIDE

BOARD OF PUBLIC UTILITIES

Minutes of: Regular Meeting of the Board of Public Utilities
Date of Meeting: May 15, 2009
Time of Meeting: 8:30 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:	Bob Stockton (Chair)	Ken Sutter (Vice Chair)
	Mary Curtin	Robert Elliott
	Bernie Titus	Ian Davidson
	Manny Sanchez	Justin Scott-Coe
	Gustavo Segura	

Absent: None.

Deputy General Manager Steve Badgett was interim general manager at this meeting.

MINUTES

1. The approval of the regular meeting minutes from the Board of Public Utilities meeting held on May 5, 2009 were approved as submitted.
Motion – Titus. Second – Elliott.
Ayes: Stockton, Sutter, Curtin, Elliott, Titus, Davidson, Sanchez, Scott-Coe, and Segura.
Noes: None.
Abstain: None.
Absent: None.

CITIZENS PARTICIPATION

No comments.

COMMITTEE REPORTS

2. FINANCE/MARKETING COMMITTEE REPORT – April 24, 2009
3. "SPECIAL" WATER COMMITTEE REPORT - April 30, 2009
4. PROPERTY COMMITTEE REPORT - The Property Committee meeting scheduled on May 1, 2009 was cancelled.
5. "SPECIAL" ELECTRIC COMMITTEE REPORT - May 1, 2009

CONSENT CALENDAR

Item 6, **INCREASE ANNUAL PURCHASE ORDER WITH GE MOBILE WATER INC. FOR CONTRACTUAL SERVICES AT THE RIVERSIDE ENERGY RESOURCE CENTER GENERATING UNITS**, was moved to the Discussion Calendar by staff for further details.

Electric Items

Water Items

Other Items

6. **MOVED TO DISCUSSION CALENDAR**

DISCUSSION CALENDAR

6. INCREASE ANNUAL PURCHASE ORDER WITH GE MOBILE WATER INC. FOR CONTRACTUAL SERVICES AT THE RIVERSIDE ENERGY RESOURCE CENTER GENERATING UNITS

Assistant General Manager/Resources Gary Nolff reported on this item.

Following discussion, the Board of Public Utilities approved the increase of annual Purchase Order No. 091139 in the amount of \$109,000, for a total of \$349,000, for contractual services provided by GE Mobile Water Inc. for the Riverside Energy Resource Center Generating Units.

Motion – Davidson. Second – Sutter.

Ayes: Stockton, Sutter, Curtin, Elliott, Titus, Davidson, Sanchez, Scott-Coe, and Segura.

Noes: None.

Abstain: None.

Absent: None.

7. INCREASE OF ANNUAL PURCHASE ORDER WITH GE OIL & GAS INC. FOR MONTHLY CONTRACTUAL SERVICES AT THE SPRINGS GENERATING UNITS

The Board expressed their concern regarding the high escalation fees for monthly contractual services provided by GE Oil & Gas and requested that a second recommendation be added as follows:

"and direct staff to re-negotiate contract for pricing more reflective of current market conditions."

Following discussion, the Board of Public Utilities:

1. Approved the increase of annual Purchase Order No. 090452 in the amount of \$474,550, for a total of \$816,574, for monthly contractual services provided by GE Oil & Gas at the Springs Generating Units; and

2. Directed staff to re-negotiate contract for pricing more reflective of current market conditions.

Motion – Titus. Second – Elliott.

Ayes: Stockton, Sutter, Curtin, Elliott, Titus, Davidson, Sanchez, Scott-Coe, and Segura.

Noes: None.

Abstain: None.

Absent: None.

8. ENERGY DELIVERY MAJOR PROJECT UPDATE OF THE RIVERSIDE ENERGY RESOURCE CENTER UNITS 3 & 4, THE SUB-TRANSMISSION PROJECT AND THE RIVERSIDE TRANSMISSION RELIABILITY PROJECT

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

9. UPDATE ON SUMMER 2009 WATER AND ELECTRIC CONSERVATION PROGRAMS AND COMMUNICATIONS

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

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

None.

GENERAL MANAGER'S REPORT

At this time, Board Member Robert Elliott left the Board meeting early.

11. State and Federal Stimulus Fund Update – Discussion of any potential benefits to Riverside Public Utilities
12. MRTU Update – *Assistant General Manager/Resources Gary Nolf gave the update*
13. Update of the RPU Participation in the Assembly Natural Resources Committee Hearing in Sacramento on May 4, 2009 – *Assistant General Manager/Water Kevin Milligan gave the update.*
14. Monthly Update of Goals
15. Electric / Water Contract Panel Update - May 2009
16. Monthly Benchmark Report Cards - April 2009 – *this report was deferred to another meeting as it needs to be revised to reflect other information*
17. Open and Closed Work Orders - April 2009

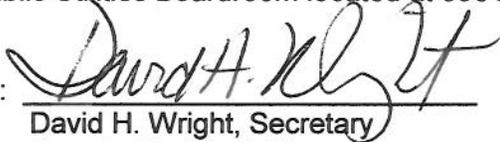
18. Water Highlights - April 2009
19. Financial Statements - March 2009
20. City Council Agendas - May 5, 2009 and May 12, 2009
21. Upcoming Meetings
22. Systematic Reporting on Conferences/Seminars
23. Electric / Water Utility Acronyms

Chairman Bob Stockton appointed Vice Chair Ken Sutter to take the place of former Board Member Dave Barnhart on the Mayor's "Model Clean Air City Advisory Committee".

UPCOMING MEETING

Chairman Bob Stockton adjourned the meeting at 10:05 a.m. to the next regularly scheduled meeting of the Board of Public Utilities to be held on **Friday, June 5, 2009** 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: June 5, 2009