

CITY OF RIVERSIDE

BOARD OF PUBLIC UTILITIES

DRAFT

Minutes of: Regular Meeting of the Board of Public Utilities
Date of Meeting: November 26, 2018
Time of Meeting: 6:30 p.m.
Place of Meeting: Art Pick Council Chambers
3900 Main Street (at Main and Tenth Streets)
Riverside, California

PLEDGE OF ALLEGIANCE TO THE FLAG WAS GIVEN

Roll Call

Present:	Jo Lynne Russo-Pereyra (Chair)	Dave Austin (Vice Chair)
	David Crohn	Kevin Foust
	Gil Ocegüera	Jennifer O'Farrell
	Elizabeth Sanchez-Monville	Andrew Walcker

Absent: Jeanette Hernandez (absence due to illness)

CHAIR CALLS MEETING TO ORDER

PLEDGE OF ALLEGIANCE TO THE FLAG

COMMUNICATIONS

1 Legislative and Regulatory Updates – No updates

PUBLIC COMMENT

2 None.

PUBLIC HEARING

3 That the Board of Public Utilities conduct a public hearing for review of the proposed changes to the applicability of Electric Rate Schedule EV Domestic Electric Vehicle separately metered to include additional domestic rate options, accept, and respond to any comments on the report

Chair Russo-Pereyra called the public hearing meeting to order at approximately 6:34 p.m.

Chair Russo-Pereyra stated to the audience that the Board of Public Utilities was holding a public hearing to receive public input on the proposed changes to the applicability of Electric Rate Schedule EV Domestic Electric Vehicle separately metered to include additional domestic rate options. Comments of any individual would be limited to three minutes and would be heard in order of sign up.

Board Member David Crohn recused himself regarding Item 3 due to financial conflict of interest based upon him being a Schedule NEM customer and owning an electric vehicle, and left the dais.

Staff Presentation

Prior to receiving public input, the Board requested staff to provide a summary of the process, which was presented by Interim Assistant General Manager/Finance Aileen Ma with assistance from Fiscal Manager Brian Seinturier, Customer Engagement Manager Gerald Buydos, and Power Resources Manager Scott Lesch.

Comments from the Audience

There were no public comments from the audience.

Close Public Hearing

There were no other comments regarding this matter, so the Board of Public Utilities closed the public hearing.

Motion – Walcker. Second – Austin.

Ayes: Russo-Pereyra, Austin, Foust, Oceguela, O'Farrell, Sanchez-Monville, and Walcker.

Abstained: David Crohn (due to financial conflict of interest)

Absent: Jeanette Hernandez (absence due to illness)

Comments from the Board

After discussion, the Board requested the following addition to the recommendations:

"Direct staff to refer this issue to the Board of Public Utilities' Customer Relations/Finance Committee and followed by a Board Workshop by March of 2019 on an EV Domestic Electric Vehicle program"

Recommendations

The Board of Public Utilities:

1. Conducted a public hearing to receive public input related to the proposed changes to the applicability of Electric Schedule EV Domestic Electric Vehicle Separately Metered;
2. Adopted a resolution establishing the changes to the applicability of Electric Schedule EV Domestic Electric Vehicle Separately Metered, as further described in said resolution; and
3. Recommended that the City Council adopt a resolution approving the changes to the applicability of Electric Schedule EV Domestic Electric Vehicle Separately Metered.; and
4. Directed staff to refer this issue to the Board of Public Utilities' Customer Relations/Finance Committee and followed by a Board Workshop by March of 2019 on an EV Domestic Electric Vehicle program.

Motion – Oceguela. Second – Austin.

Ayes: Russo-Pereyra, Austin, Foust, Oceguela, O'Farrell, Sanchez-Monville, and Walcker.

Abstained: David Crohn (due to financial conflict of interest)

Absent: Jeanette Hernandez (absence due to illness)

Board Member David Crohn returned to the dais at this time.

CONSENT CALENDAR

A motion was made to approve the following items on the Consent Calendar:

Motion – Austin. Second – O'Farrell.

Ayes: Russo-Pereyra, Austin, Crohn, Foust, Oceguela, O'Farrell, Sanchez-Monville, and Walcker.

Absent: Jeanette Hernandez (absence due to illness)

Minutes

- 4 The minutes from the Board of Public Utilities special meeting held on November 5, 2018, was approved as submitted.

Board Attendance

- 5 Excused Board Member Kevin Foust absence from the Board of Public Utilities regular meeting on October 22, 2018, due to business.
- 6 Excused Board Member Jeanette Hernandez absence from the Board of Public Utilities regular meeting on October 22, 2018, due to illness.

Electric Items

- 7 Bid No. RPU-7583 for the Multi-Substation Circuit Breaker Remote Racking from E.E. Electric, Inc., in the amount of \$411,011.14 and Work Order No. 1826998 in the amount of \$619,000

The Board of Public Utilities:

1. Awarded Bid No. RPU-7583 for the Multi-Substation Circuit Breaker Remote Racking Project to E.E Electric of Mira Loma, California, in the amount of \$411,011.14; and
2. Approved Work Order No. 1826998 in the total amount of \$619,000.

Other Items

- 8 The issuance of a purchase order with Trane U.S. Inc., for the inspection and repair of the air inlet chillers at the Riverside Energy Resource Center Units 1 and 2 for \$109,517

The Board of Public Utilities approved the issuance of a purchase order with Trane U.S. Inc., of Davidson, NC, for the inspection and repair of the air inlet chillers at the Riverside Energy Resource Center Units 1 and 2, in the amount of \$109,517.

- 9 Consolidation of two existing consulting and software services agreements with Power Settlements Consulting and Software, LLC, of Glendora, California, into one license and software services agreement with an existing approved and budgeted amount of \$259,978 and the option to subscribe additional services in an amount not to exceed \$56,000, as well as the option for subsequent annual extensions.

The Board of Public Utilities:

1. Approved the consolidation of two existing consulting and software services agreements with Power Settlements Consulting and Software, LLC, of Glendora, California, into one License and Software Services Agreement, within the existing previously approved budget;
2. Approved the option to subscribe to additional software and consulting services from Power Settlements Consulting Software, LLC, if such subscription is deemed to be necessary and appropriate, in an amount not-to-exceed \$56,000 for Fiscal Year 2018/2019;
3. Approved future annual extensions of the License and Software Services Agreement; provided, that such extension do not materially modify the terms and conditions of the Agreement beyond price escalations not greater than 3% for Fiscal Year 2019/2020, 0% for Fiscal Year 2020/2021, 0% for Fiscal Year 2021/2022, and 2% for Fiscal Year 2022/2023 and each year thereafter; and
4. Authorized the City Manager, or his designee, to execute the new License and Software Services Agreement with Power Settlements Consulting Software, LLC, of Glendora, California, and any future amendments to the Agreement under terms and conditions substantially similar or superior to the Agreement, and take all actions deemed necessary, appropriate and advisable to administer the Agreement, including execution of annual extensions, subscription to additional optional services, and termination of the Agreement.

DISCUSSION CALENDAR

- 10 Water Efficient Landscape and Irrigation Design Guidelines Update – Planning Case P18-0608 – amendment to the citywide design and sign guidelines to include water efficient landscape and irrigation guidelines

Mr. Doug Darnell, Senior Planner, City of Riverside Community & Economic Development Department, gave a presentation of the Water Efficient Landscape Ordinance (WELO) guidelines that supplement the City's WELO regulations and how it will promote water savings within new development and answered questions from the Board.

Following discussion, the Board of Public Utilities received and filed the report on the amendment to the Citywide Design and Sign Guidelines to include Water Efficient Landscape and Irrigation Design Guidelines.

Motion – Austin. Second – Ocegüera.

Ayes: Russo-Pereyra, Austin, Crohn, Foust, Ocegüera, O'Farrell, Sanchez-Monville, and Walcker.

Absent: Jeanette Hernandez (absence due to illness)

11 Review of Financial Conflicts of Interest State Law

Assistant City Attorney Susan Wilson gave an overall review of the state law regarding financial conflicts of interest and answered questions from the Board.

Following discussion, the Board of Public Utilities received and filed a presentation on California law regarding disqualifying financial conflicts of interest.

Motion – Austin. Second – Ocegüera.

Ayes: Russo-Pereyra, Austin, Crohn, Foust, Ocegüera, O'Farrell, Sanchez-Monville, and Walcker.

Absent: Jeanette Hernandez (absence due to illness)

12 2018 Integrated Resource Plan recommendation to the City Council for approval of adoption

Power Resources Manager Dr. Scott Lesch gave a detailed summary of the 2018 Integrated Resource Plan and answered questions.

The Board commended Dr. Lesch for the excellent job that he and his staff put into this Plan.

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

1. Approve and adopt the 2018 Integrated Resource Plan for Riverside Public Utilities; and
2. Direct staff to file the adopted 2018 Integrated Resource Plan and any applicable supporting material with the California Energy Commission before April 1, 2019.

Motion – Austin. Second – Crohn.

Ayes: Russo-Pereyra, Austin, Crohn, Foust, Ocegüera, O'Farrell, Sanchez-Monville, and Walcker.

Absent: Jeanette Hernandez (absence due to illness)

13 Recommendation to the City Council to approve the transitional water service agreement between Van Buren Golf, LLC and the City of Riverside for the purpose of providing a ten-year transition to the revised Rate Schedule WA-10 Recycled Water Service through June 30, 2029

Customer Engagement Manager Gerald Buydos gave a presentation explaining that the transitional water service agreement would reduce the cost impacts in transitioning to the revised rate Schedule WA-10 Recycled Water Service and answered questions.

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

1. Approve the Transitional Water Service Agreement with Van Buren Golf, LLC, providing a ten-year transition to the revised rate Schedule WA-10 Recycled Water Service through June 30, 2028; and

2. Authorize the City Manager, or his designee, to execute the Transitional Water Service Agreement with Van Buren Golf, LLC, including making minor, non-substantive changes, to sign all documents and instruments necessary to complete the transaction, and to execute amendments.

Motion – Ocegüera. Second – Foust.

Ayes: Russo-Pereyra, Austin, Crohn, Foust, Ocegüera, O'Farrell, Sanchez-Monville, and Walcker.

Absent: Jeanette Hernandez (absence due to illness)

- 14 Emergency work for primary cable burn up on Merlin Drive and Lancelot Court; Approve Work Order No. 1831543 in the amount of \$71,803 and Work Order No. 1831515 in the amount of \$8,980 for a total amount of \$80,782

Assistant General Manager/Energy Delivery George Hanson gave a report why this was an emergency.

Following discussion, the Board of Public Utilities approved Work Order No. 1831543 in the amount of \$71,803 and Work Order No. 1831515 in the amount of \$8,980 for a total amount of \$80,783 in accordance with the City of Riverside Charter Article XII, section 1202(b)(2), for emergency work completed due to the primary cable burn-up on Merlin Drive and Lancelot Court.

Motion – Sanchez-Monville. Second – Ocegüera.

Ayes: Russo-Pereyra, Austin, Crohn, Foust, Ocegüera, O'Farrell, Sanchez-Monville, and Walcker.

Absent: Jeanette Hernandez (absence due to illness)

- 15 2018 Summer Outlook update report for Water and Electric Resources and Reliability

The following staff gave an update on the 2018 summer outlook for Water, Electric Resources, and Reliability:

- Jesus Martinez – Power Resources division – spoke on the electric and natural gas operations
- Ryan Gleason – Customer Engagement division – spoke on the PV solar and Power Partners
- Russ Johnson – Energy Delivery division – spoke on the electric system performance
- Michael Plinski – Water division – spoke on the water demand and system performance

Following discussion, the Board of Public Utilities received and filed the Summer 2018 Water and Electric Resources and Reliability Update.

Motion – Austin. Second – Crohn.

Ayes: Russo-Pereyra, Austin, Crohn, Foust, Ocegüera, O'Farrell, Sanchez-Monville, and Walcker.

Absent: Jeanette Hernandez (absence due to illness)

BOARD MEMBERS COMMUNICATIONS

- 16 Systematic reporting on meetings, conferences, and seminars by Board members and/or staff
- None.
- 17 Items for future Board of Public Utilities consideration as requested by a member of the Board of Public Utilities
- None.
- 18 Agricultural Water Rates Task Force Update
- Interim Assistant General Manager/Water Michael Plinski reported on the November 14, 2018 meeting discussion regarding the development of the WA-Ag rate proposal. The next Agricultural Water Rates Task Force meeting will be on Thursday, December 13, 2018 @ 5:30 pm.

At this time, the Board Members and City Manager Al Zelinka recognized Todd Jorgenson for his hard work and dedication serving as interim general manager for approximately 11 months and that they appreciated him for a job well done.

GENERAL MANAGER'S REPORT

- 19 Open Work Orders over \$200,000 and Closed Work Orders – Summary Report for October 2018
- 20 Contracts Executed Not Requiring Board Approval – October 2018
- 21 Electric / Water / Consultant Contract Panel Update as of November 1, 2018
- 22 City Council / Committee Agendas – November 6, 2018 and November 13, 2018
- 23 Upcoming Meetings
- 24 Electric / Water Utility Acronyms

UPCOMING MEETING

Board Chair Jo Lynne Russo-Pereyra adjourned the meeting at approximately 9:19 p.m. The next regular meeting of the Board of Public Utilities will be on Monday, December 10, 2018 at 6:30 p.m. in the Art Pick Council Chamber, Riverside, California.

By: _____
Todd L. Jorgenson, Interim Secretary
Board of Public Utilities

Approved by: City of Riverside Board of Public Utilities

Dated: _____