

CITY OF RIVERSIDE
BOARD OF PUBLIC UTILITIES

Minutes of: Meeting of the Board of Public Utilities
Date of Meeting: December 10, 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

DRAFT

PLEDGE OF ALLEGIANCE TO THE FLAG WAS GIVEN

Roll Call

Present: Jo Lynne Russo-Pereyra (Chair) Dave Austin (Vice Chair)
 David Crohn Kevin Foust (arrived late)
 Jeanette Hernandez Gil Ocegura
 Jennifer O'Farrell Andrew Walcker (left early)

Absent: Elizabeth Sanchez-Monville (absence due to family sick)

COMMUNICATIONS

- 1 Legislative and Regulatory Updates
- Legislative Affairs Manager Robert Ennis gave a legislative update

CITIZENS PARTICIPATION

- 2 Jason Hunter, Ward 1, spoke on sponsorships, SCPPA, and Clearwater Cogeneration facility.

CONSENT CALENDAR

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

Motion – O'Farrell. Second – Ocegura.

Ayes: Russo-Pereyra, Austin, Crohn, Hernandez, Ocegura, O'Farrell, and Walcker.

Absent: Elizabeth Sanchez-Monville (absence due to family sick)
 Kevin Foust (arrived late)

Minutes

- 3 The minutes from the Board of Public Utilities regular meeting held on November 26, 2018 was approved as submitted.

Electric Items

- 4 Purchase a Vacuum Excavator Model No. VX50-500 from RDO Equipment Co., Riverside, California, in accordance with Purchasing Resolution 23256, Section 602 (e) for an estimated amount of \$70,127.91

The Board of Public Utilities approved a purchase with RDO Equipment Co., Riverside, California, for a vacuum excavator for in an estimated amount of \$70,127.91.

Board Member Foust arrived at the meeting at this time.

DISCUSSION CALENDAR

- 5 Recycled Water Program Update – Recommend that the City Council approve the Memorandum of Understanding between Public Works and Public Utilities Departments; approve the capital expenditure for \$3,750,000, in five separate recurring annual payments of \$750,000 for Public Utilities department's share of the recycled water improvements at the Riverside Regional Water Quality Control Plant

Water Engineering Manager Michael Plinski gave an update on the following recycled water projects:

- Jackson Street Recycled Water Pipeline Project, Phase I
- Jackson Street Recycled Water Pipeline Project, Phase II
- Arlington Avenue Recycled Water Project
- Regional Recycled Water Project

Mr. Plinski also outlined the responsibilities between Public Works and RPU under the MOU and answered questions from the Board.

The Board requested that a recommendation No. 4 be added:

"Direct staff to explore entering into a Memorandum of Understanding with Western Municipal Water District for a cost share for facilities to be constructed for Phase II of the Recycled Water Project".

Following discussion, the Board of Public Utilities:

1. Received and filed an update on the City's Recycled Water Program;
2. Recommended that the City Council approve the Memorandum of Understanding between Public Works and Public Utilities Departments designating the roles and responsibilities of the parties regarding the operation and maintenance of the recycled water system within the Riverside Regional Water Quality Control Plant; and
3. Recommended that the City Council approve the capital expenditure for \$3,750,000, in five annual payments of \$750,000 for Public Utilities Department's share of the recycled water system improvements at the Riverside Regional Water Quality Control Plant; and
4. Directed staff to explore entering into a Memorandum of Understanding with Western Municipal Water District for a cost share for facilities to be constructed for Phase II of the Recycled Water Project.

Motion – Walcker. Second – Crohn.

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

Absent: Elizabeth Sanchez-Monville (absence due to family sick)

- 6 Recommend that the City Council approve the Agreement for the sale of emergency potable water between the Cities of Norco and Riverside for a five-year term

Water Engineering Manager Michael Plinski reported on the proposed interconnection between the potable water systems operated by RPU and Norco and terms of the agreement for the sale of emergency potable water between the two cities and answered questions from the Board.

Concerns of the Board were the following:

- The water received through the interconnection should be reimbursed by cash value rather than by an equal quantity of water;
- An update on the Norco water quality that would be reimbursed; and
- Desires a potable water Surplus Sales Agreement executed with the City of Norco.

The Board requested that a recommendation No. 3 be added:

"Direct staff to return with a request to terminate the Agreement, with a 30 day notice, if a potable water sales agreement is executed with the City of Norco".

Following discussion, the Board of Public Utilities:

1. Recommended that the City Council approve the Agreement for the Sale of Emergency Potable Water between the City of Riverside and the City of Norco for a five-year term with an additional and automatic five-year renewal unless either party terminates the agreement in writing; and
2. Recommended that the City Council authorize the City Manager, or his designee, to execute the Agreement; and
3. Directed staff to return with a request to terminate the Agreement, with a 30 day notice, if a potable water sales agreement is executed with the City of Norco.

Motion – Austin. Second – Walcker.

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

Absent: Elizabeth Sanchez-Monville (absence due to family sick)

- 7 Bid No. RPU-7623 for a three-year contract to Prominent Systems, Inc., in the amount of \$958,600, for the Palmyrita Water Treatment Plant granular activated carbon removal

Water Engineering Manager Michael Plinski reported on the background of the Palmyrita Water Treatment Plant, the project breakdown, and the scope of work to be done.

Following discussion, the Board of Public Utilities:

1. Awarded Bid No. RPU-7623 for Granular Activated Carbon Removal and Replacement at the Palmyrita Water Treatment Facility to Prominent Systems, Inc., of Industry, California, for a three-year contract beginning January 1, 2019 and ending December 31, 2021, in the amount of \$958,600; and

2. Authorized the City Manager, or his designee, to execute the necessary contract documents.

Motion – Walcker. Second – Austin.

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

Absent: Elizabeth Sanchez-Monville (absence due to family sick)

- 8 Recommend that the City Council approve the third amendment to the Interconnection Facilities Agreement between Southern California Edison Company and the City of Riverside to increase payment to Southern California Edison by \$19,018,110.88 and revise payment schedule to continue work on the Riverside Transmission Reliability Project, Work Order No. 642975, in the amount of \$5,119,000

Assistant General Manager/Energy Delivery George Hanson presented this item for the Board's consideration and responded to questions.

Following discussion, the Board of Public Utilities:

1. Approved the expenditure of \$5,119,000 for Work Order No. 642975 for the amount due SCE for the Cost of the ISO Controlled Facilities which is subject to reimbursement by SCE;
2. Recommended that the City Council approve the Third Amendment to the Interconnection Facilities Agreement between Southern California Edison Company and the City of Riverside revising the Facilities Cost and Payment Schedule and increasing the amount of the Interconnection Facilities Agreement by \$19,018,110.88; and
3. Recommended that the City Council authorize the City Manager, or his designee, to execute the Third Amendment to the Interconnection Facilities Agreement including making minor non-substantive changes, and to sign all documents necessary to complete the transaction for filing with the Federal Energy Regulatory Commission by Southern California Edison Company.

Motion – Walcker. Second – Austin.

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

Absent: Elizabeth Sanchez-Monville (absence due to family sick)

- 9 Street Light Program and Policies Update and Design Guide and recommend City Council adopt this update

Electrical Engineering Manager Sean Wilder gave an update on the street lighting functions report and policy that has been revised to address new issues since the last time the policy was updated in 1992.

Following discussion, the Board of Public Utilities:

1. Approved the updated Street Light Program and Policies Update and Design Guide; and

2. Recommended City Council adopt the updated Street Light Program and Policies Update and Design Guide.

Motion – Austin. Second – O'Farrell.

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

Absent: Elizabeth Sanchez-Monville (absence due to family sick)

Board Member Andrew Walcker recused himself regarding Item 10 due to financial conflict of interest based upon his previous employer, Psomas, being a source of income within the past 12 months, and left the dais and the meeting early.

- 10 Recommend that the City Council approve the five master professional agreements from Request for Proposal No. 1738 for the Geographic Information System Consulting Panel to support the citywide Geographic Information System Technology Upgrade Project and Work Order No. 1911437 for a total of \$1,206,521

Assistant General Manager/Resources Daniel E. Garcia explained the importance of upgrading the current GIS technology citywide and that the Geographic Information System Technology Upgrade Project will be managed by the IT Department in partnership with RPU and all other City departments and answered questions.

Following discussion, the Board of Public Utilities:

1. Recommended that the City Council approve the Master Professional Consultant Services Agreements with Utility Data Contractors, Inc., dba UDC, Inc., Englewood, Colorado; PSOMAS, Riverside, California; Nobel Systems, Inc., San Bernardino, California; DCSE, Inc., Laguna Hills, California; and SSP Innovations, LLC, Centennial, Colorado, for the Geographic Information System services consulting panel for a two-year term, and a total compensation not to exceed \$1,000,000 per contract for a maximum cumulative total of \$2,750,000;
2. Recommended that the City Council authorize the City Manager, or his designee, to execute the Master Professional Consultant Services Agreements for the Geographic Information System services and each supplemental agreement when a project is assigned; and
3. Approved Work Order No. 1911437 for a total of \$1,206,521 to fund the Riverside Public Utilities share of the Citywide Geographic Information System Technology Upgrade Project.

Motion – Austin. Second – O'Farrell.

Ayes: Russo-Pereyra, Austin, Crohn, Foust, Hernandez, Ocegüera, and O'Farrell.

Abstained: Andrew Walcker (conflict of interest)

Absent: Elizabeth Sanchez-Monville (absence due to family sick)

- 11 Riverside Public Utilities 2018 Annual Financial Report

Interim Assistant General Manager/Finance Aileen Ma gave an overall presentation on the RPU 2018 Annual Financial Report and reported that both Electric and Water Utilities ended fiscal year 2018 with positive financial results.

Following discussion, the Board of Public Utilities received and filed the Riverside Public Utilities 2018 Financial Report for the fiscal year ended June 30, 2018.

Motion – Austin. Second – Oceguela.

Ayes: Russo-Pereyra, Austin, Crohn, Foust, Hernandez, Oceguela, and O'Farrell.

Absent: Elizabeth Sanchez-Monville (absence due to family sick)
Andrew Walcker (left the meeting early)

BOARD MEMBER COMMUNICATIONS

- 12 Systematic reporting on meetings/conference/seminars by Board Members and/or staff
- Board Member Oceguela reported that he attended the 2018 ACWA Conference in San Diego at the end of November.
- Board Member Hernandez reported that she, Board Member Sanchez-Monville, and General Manager Todd Corbin attended the Gage Canal Tour that Rick Small conducted.
- 13 Items for future Board of Public Utilities consideration as requested by a member of the Board of Public Utilities
- Quarterly HR / Communications Update

GENERAL MANAGER'S REPORT

- 14 SHARE Customer Update
- 15 Water Highlights – October 2018
- 16 Monthly Power Supply Report – October 2018
- 17 RPU Water Drought and Conservation Efforts Update as of October 2018
- 18 SCPPA Monthly Agenda & Minutes – October 18, 2018
- 19 City Council / Committee Agendas – November 27, 2018 and December 4, 2018
- 20 Upcoming Meetings
- 21 Electric / Water Utility Acronyms
- 22 Riverside Public Utilities Financial Results - September 30, 2018

UPCOMING MEETING

Chair Russo-Pereyra adjourned the meeting at approximately 9:08 p.m. The next regular meeting of the Board of Public Utilities will be on Monday, January 14, 2019 at 6:30 p.m. in the Art Pick Council Chamber, Riverside, California.

By: _____
Todd M. Corbin, Secretary
Board of Public Utilities

Approved by: City of Riverside Board of Public Utilities

Dated _____