

CITY OF RIVERSIDE

BOARD OF PUBLIC UTILITIES

Minutes of: Regular Meeting of the Board of Public Utilities

Date of Meeting: January 28, 2019

Time of Meeting: 6:30 p.m.

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

UNAPPROVED

**PLEDGE OF ALLEGIANCE TO THE FLAG WAS GIVEN**

**Roll Call**

Present: Jo Lynne Russo-Pereyra (Chair)      Dave Austin (Vice Chair)  
David Crohn      Jeanette Hernandez  
Elizabeth Sanchez-Monville      Andrew Walcker

Absent: Gil Oceguela (absence due to vacation)  
Jennifer O'Farrell (absence due to business)  
Kevin Foust (resigned from the Board on 1/14/2019)

**COMMUNICATIONS**

1 Legislative and Regulatory Updates

Legislative Affairs Manager Robert Ennis was in attendance to answer any legislative questions from the Board – no questions were asked.

**PUBLIC COMMENT**

2 None.

**CONSENT CALENDAR**

A motion was made to approve the following items on the Consent Calendar, with the exception of ***Item 4, Reject as non-responsive the bid submitted by E.E. Electric, Inc. of Mira Loma, California and award Bid No. RPU-7600 to VCI Construction, LLC of Upland, California, for the electric underground substructures installation for the Plaza Substation 4kV to 12kV conversion of Circuit 450 Project, in the amount of \$671,493.30; and approve Work Order No. 1503112 in the amount of \$2,174,000 for the work associated with the project; and, Item 7, Recommend that the City Council approve the Microsoft Enterprise Agreement with PCM-G, Inc., for Microsoft software products for a three-year term not to exceed \$2,614,896.36,*** which were placed on the Discussion Calendar

Motion – Crohn. Second – Walcker.

Ayes: Russo-Pereyra, Austin, Crohn, Hernandez, Sanchez-Monville, and Walcker.

Abstain: None.

Absent: Gil Oceguela (absence due to vacation)  
Jennifer O'Farrell (absence due to business)  
Kevin Foust (resigned from the Board on 1/14/2019)

### Minutes

- 3 The minutes from the Board of Public Utilities regular meeting held on January 14, 2019 was approved as submitted.

### Electric Items

- 4 MOVED TO DISCUSSION CALENDAR

- 5 Bid No. RPU-7576 for the conduit and cable replacement for Canyon Crest Area 1F, Phase 2 project with Hot Line Construction, Inc., for \$997,525.60 and Work Order No. 1505212 for \$1,430,000

The Board of Public Utilities:

1. Awarded Bid No. RPU-7576 to Hot Line Construction, Inc. of Brentwood, California for the Conduit and Cable Replacement for Canyon Crest Area 1F, Phase 2 Project in the amount of \$997,525.60; and
2. Approved Work Order No. 1505212 in the amount of \$1,430,000.

### Other Items

- 6 Recommend that the City Council approve the Amendment Number One to the Amended and Restated Power Purchase Agreement with Wintec-Pacific Solar, LLC, to extend the term an additional five years for a reduced price of \$35.77 per megawatt-hour, or approximately \$150,000 per year

The Board of Public Utilities recommended that the City Council:

1. Approve Amendment Number One to the Amended and Restated Power Purchase Agreement with Wintec-Pacific Solar, LLC to provide renewable wind energy and renewable energy credits to the City for an additional five years at a reduced price of \$35.77 per megawatt-hour;
2. Authorize the City Manager, or his designee, to execute this Amendment Number One to the Amended and Restated Power Purchase Agreement under the terms and conditions set forth within the Amendment;
3. Authorize the City Manager, or his designee, to execute any documents necessary to administer Amendment Number One to the Amended and Restated Power Purchase Agreement; and
4. Authorize the City Manager, or his designee, to terminate Amendment Number One to the Amended and Restated Power Purchase Agreement for circumstances provided in the Amendment.

- 7 MOVED TO DISCUSSION CALENDAR

## DISCUSSION CALENDAR

- 4 Reject as non-responsive the bid submitted by E.E. Electric, Inc. of Mira Loma, California and award Bid No. RPU-7600 to VCI Construction, LLC of Upland, California, for the electric underground substructures installation for the Plaza Substation 4kV to 12kV conversion of Circuit 450 Project, in the amount of \$671,493.30; and approve Work Order No. 1503112 in the amount of \$2,174,000 for the work associated with the project

Board Member Walcker requested this item be placed on the Discussion Calendar for clarification of why E.E. Electric, Inc. was deemed non-responsive. Assistant General Manager/Energy Delivery George Hanson and Principal Electrical Engineer Efren Mejia responded that the contractor was deemed non-responsive due to non-compliance of the Special Provisions regarding subcontracting, not-to-exceed 50% of the contract.

Deputy City Attorney Anthony Beaumon commented that staff would research the "Special Provisions regarding subcontracting" and follow up with the Board at a future Board meeting.

Following discussion, the Board of Public Utilities:

1. Rejected as non-responsive the bid submitted by E.E. Electric, Inc. of Mira Loma, California, for the Electric Underground Substructures Installations for the Plaza Substation 4kV to 12kV Conversion of Circuit 450 Project in the amount of \$586,630.95;
2. Awarded Bid No. RPU-7600 to VCI Construction, LLC of Upland, California for the Electric Underground Substructures Installations for the Plaza Substation 4kV to 12kV Conversion of Circuit 450 Project in the amount of \$671,493.90; and
3. Approved Work Order No. 1503112 in the amount of \$2,174,000 for work associated with the Electric Underground Substructures Installations for the Plaza Substation 4kV to 12kV Conversion of Circuit 450 Project.

Motion – Walcker. Second – Austin.

Ayes: Russo-Pereyra, Austin, Crohn, Hernandez, Sanchez-Monville, and Walcker.

Absent: Gil Ocegüera (absence due to vacation)  
Jennifer O'Farrell (absence due to business)  
Kevin Foust (resigned from the Board on 1/14/2019)

- 7 Recommend that the City Council approve the Microsoft Enterprise Agreement with PCM-G, Inc., for Microsoft software products for a three-year term not to exceed \$2,614,896.36

Board Member Austin requested this item be placed on the Discussion Calendar for clarification of the Fiscal Impact section of the report only showing account numbers lacking department names whereas the PowerPoint presentation slide No. 16 has the department names. Interim Assistant General Manager/Finance Aileen Ma confirmed that PU is only paying for the departments relating to RPU activities.

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

1. Approve the Microsoft Enterprise Agreement with PCM-G, Inc. of El Segundo, California, in response to Request for Quote No. PUARC-1518 for Microsoft software products with a three-year term in an amount not to exceed \$2,614,896.36;

2. Authorize staff to issue change orders in an amount not to exceed 15% of the amount of the Microsoft Enterprise Agreement; and
3. Authorize the City Manager, or his designee, to execute all documents pursuant to the Microsoft Enterprise Agreement, and to make minor non-substantive changes.

Motion – Austin. Second – Crohn.

Ayes: Russo-Pereyra, Austin, Crohn, Hernandez, Sanchez-Monville, and Walcker.

Absent: Gil Ocegueda (absence due to vacation)  
Jennifer O'Farrell (absence due to business)  
Kevin Foust (resigned from the Board on 1/14/2019)

- 8 Award RP 1837 for Network Systems Agreement for an Electric Advanced Meter System with Tantalus Systems, Inc. for a term of two years in the amount of \$7,267,644, with the option for a three-year extension; Software as a Service Agreement with SmartWorks, a division of N. Harris Computer Corporation, for a Meter Data Management System for a term of five years in the amount of \$1,754,677 – Increase Work Order No. 1707248 by \$660,000 in the total amount of \$3,660,000 for fiscal year 2018-19

Utilities Power Resources Manager Scott Lesch and Sr. Project Manager Jennifer Tavaglione gave a presentation of the importance of an Advanced Metering Infrastructure (AMI) and answered questions from the Board.

The Board commented that the AMI would be a value to our customers and advancing technology within the utility.

Following discussion, the Board of Public Utilities:

1. Awarded RFP 1837 to and approve the TUNet Network Systems Agreement with Tantalus Systems, Inc., for an Electric Advanced Meter System, advanced meters, communications devices, related equipment, implementation services and hosting fees in an amount not-to-exceed \$7,267,644 for a two-year term, with the option to extend for an additional three-year term;
2. Awarded RFP 1837 and approve the Software as a Service Agreement with SmartWorks, a division of N. Harris Computer Corporation, for a Meter Data Management System, related equipment, implementation services and hosting fees in an amount not-to-exceed \$1,754,677 for a five-year term;
3. Approve an increase to Work Order No. 1707248 by \$660,000 for the total amount of \$3,660,000 for Fiscal Year 2018-19 for the first phase of implementation of an Electric Advanced Meter System and Meter Data Management System; and
4. Authorized the City Manager, or his designee, to execute the agreements, including making minor non-substantive changes, and to sign all documents and instruments necessary to complete the transactions.

Motion – Walcker. Second – Austin.

Ayes: Russo-Pereyra, Austin, Crohn, Hernandez, Sanchez-Monville, and Walcker.

Absent: Gil Ocegüera (absence due to vacation)  
Jennifer O'Farrell (absence due to business)  
Kevin Foust (resigned from the Board on 1/14/2019)

#### **BOARD MEMBER COMMUNICATIONS**

- 9 Systematic reporting on meetings, conferences, and seminars by Board members and/or staff  
Board Member Crohn reported that he and others attended the Mayor's State of the City Address 2019
- 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**

- 11 Open Work Orders over \$200,000 and Closed Work Orders – Summary Report for December 2018
- 12 Contracts Executed Not Requiring Board Approval – December 2018
- 13 Electric / Water / Consultant Contract Panel Update as of January 1, 2019
- 14 SHARE Customer Update
- 15 City Council / Committee Agendas – January 15, 2019 and January 22, 2019
- 16 Riverside Public Utilities Financial Results – November 2018
- 17 Upcoming Meetings
- 18 Electric / Water Utility Acronyms
- 19 SCPPA Monthly Agenda & Minutes – December 20, 2018

#### **UPCOMING MEETING**

Board Chair Jo Lynne Russo-Pereyra adjourned the meeting at approximately 7:17 p.m. The next regular meeting of the Board of Public Utilities will be on Monday, February 11, 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: \_\_\_\_\_