

BOARD OF PUBLIC UTILITIES

January 6, 2015

The regular meeting of the Board of Public Utilities held on the 6th day of January, 2015, was called to order at 4:00 p.m. with CHAIRMAN POCOCK presiding and the following COMMISSIONERS present:

COMMISSIONERS SULLIVAN, MOFFITT AND SHAVER

Also Present: SECRETARY SALLIS, CITY MANAGER DANIELS, AND OTHER KEY STAFF

EX ABSNC COMMISSIONER MOFFITT MOVED, SECONDED BY COMMISSIONER SCHNEIDER SULLIVAN, to grant an excused absence to COMMISSIONER SCHNEIDER. Motion carried by the following vote:

AYES: CHAIRMAN POCOCK, COMMISSIONERS SULLIVAN,
MOFFITT AND SHAVER
NOES: NONE
ABSENT: COMMISSIONERS SHAW AND SCHNEIDER

APPROVAL COMMISSIONER MOFFITT MOVED, SECONDED BY COMMISSIONER SULLIVAN, to approve the agenda. Motion carried by the following vote:
AGENDA

AYES: CHAIRMAN POCOCK, COMMISSIONERS SULLIVAN,
MOFFITT AND SHAVER
NOES: NONE
ABSENT: COMMISSIONERS SHAW AND SCHNEIDER

APR MINS: COMMISSIONER MOFFITT MOVED, SECONDED BY COMMISSIONER SULLIVAN, to approve the minutes of the special meeting held May 13, 2014; the minutes of the adjourned regular meeting held November 4, 2014; and the minutes of the special meeting held November 25, 2014. Motion carried by the following vote:
May 13, '14
Nov 4, '14
Nov 25, '14

AYES: CHAIRMAN POCOCK, COMMISSIONERS SULLIVAN,
MOFFITT AND SHAVER
NOES: NONE
ABSENT: COMMISSIONERS SHAW AND SCHNEIDER

CORSPNDN: Secretary Sallis acknowledged the resignation submitted by COMMISSIONER SHAW as he'll be relocating to Yucca Valley. This will be submitted to the city council next week for their acceptance and authorization to advertise the vacancy. City Manager Daniels suggested we might prepare a certificate for the Chairman and Mayor to sign thanking COMMISSIONER SHAW for his service.

PBLC APRN: None

UNF BUSNS: None

NEW BUSN: COMMISSIONER SULLIVAN MOVED, SECONDED BY COMMISSIONER MOFFITT, to retain CHAIRMAN POCOCK as Chair for the ensuing year of 2015. Motion carried by the following vote:

SELCTN OF CHAIR & V CHAIR

AYES: CHAIRMAN POCOCK, COMMISSIONERS SULLIVAN, MOFFITT AND SHAVER
NOES: NONE
ABSENT: COMMISSIONERS SHAW AND SCHNEIDER

COMMISSIONER SULLIVAN MOVED, SECONDED BY COMMISSIONER MOFFITT, to appoint COMMISSIONER SCHNEIDER as Vice Chair for the ensuing year of 2015. Motion carried by the following vote:

AYES: CHAIRMAN POCOCK, COMMISSIONERS SULLIVAN, MOFFITT AND SHAVER
NOES: NONE
ABSENT: COMMISSIONERS SHAW AND SCHNEIDER

AUTH BRKR INTEMDRY TO PURCH RECS David Brownlee, asst city manager, briefly explained the authorization to engage Evolution Markets to act as broker intermediary in seeking out the purchase of 10,400 portfolio content category (PCC) 3 renewable energy credits (REC) for calendar year 2014 and 10,400 PCC-3 REC for calendar year 2015 from a third party principal. This was a suggestion broached by COMMISSIONER SULLIVAN to purchase PCCs from the power cost adjustment (PCA) account which has about \$24,000 currently. These are the least expensive RECs and a wise investment of this small amount of money.

COMMISSIONER SULLIVAN agreed this is a proper use of the PCA. There is a positive balance as of October and questioned the balance as of November 2014. Need to check to make sure there's still a positive balance. CHAIRMAN POCOCK commented that whether there's a positive PCA or not, we need to include the RECS as part of the purchased power costs. City Manager Daniels indicated that unless there is objection from the Board, he will have Asst City Manager Brownlee prepare an amendment to the policy to include RECs in the purchased power costs. No objections were voiced.

COMMISSIONER SULLIVAN MOVED, SECONDED BY COMMISSIONER MOFFITT, to authorize the city manager to engage Evolution Markets to act as broker intermediary in seeking out the purchase of 10,400 PCC-3 RECs for calendar year 2014 and 10,400 PCC-3 RECs for calendar year 2015 from a third party principal. Motion carried by the following vote:

AYES: CHAIRMAN POCOCK, COMMISSIONERS SULLIVAN, MOFFITT AND SHAVER
NOES: NONE
ABSENT: COMMISSIONERS SHAW AND SCHNEIDER

REPORTS: CHAIRMAN POCOCK acknowledged the monthly financial reports and monthly activity report for November 2014. COMMISSIONER SULLIVAN questioned if there has been any situations at this point in the fiscal year where we have not been able to make the depository agreement. Sylvia Miledi, finance director, responded that she'll need to go back and check but nothing stands out. COMMISSIONER SULLIVAN made reference to salaries, overtime and purchased inventory noting that some of these line items are over-budget and asked if they should be covered by asset replacement funds. Finance Director Miledi responded no, explaining that the electric meter change out program has not yet started. City Manager Daniels explained that the purchased inventory is what has been paid out for the storm damage and once reimbursed by insurance, it will go back into that line item.

FIN RPTS
NOV 2014 &
ACTIVITY
REPORT
NOV 2014

COMMISSIONER MOFFITT explained that he did not see the golf course financials on the information provided. He does like to watch that as well. City Manager Daniels agreed that the information would be provided.

MGR RPT City Manager Daniels reported on: 1) received notice that our grant applications for the three water projects at the golf course were received. They will be reviewed this month with an announcement next month as to the successful applications. The Bureau of Reclamation has produced a magazine about water conservation and used Needles as some examples; 2) continue to meet with the state and others on qualifying for grants and continue to find grants for our projects; 3) some damage was experienced due to the snow occurrence on New Year's Eve but the electric foreman felt it was minimal and the water breaks were all fairly minor.

BRD ROSTS: None

ADJOURN: COMMISSIONER MOFFITT MOVED, SECONDED BY COMMISSIONER SULLIVAN, to adjourn. Motion carried by the following vote:

AYES: CHAIRMAN POCOCK, COMMISSIONERS SULLIVAN,
MOFFITT AND SHAVER

NOES: NONE

ABSENT: COMMISSIONERS SHAW AND SCHNEIDER

CHAIRMAN POCOCK declared the regular meeting of the Board of Public Utilities held on the 6th day of January, 2015, adjourned at 4:15 p.m.

ATTEST: _____
Chairman

Secretary