

Board Agendas for December 6, 2011
SPECIAL MEETING AGENDA

TUESDAY, DECEMBER 6, 2011

1. Opportunity will be given for the public to address the Board on the item listed above. Speakers may be limited in speaking time depending upon the press of business and number of persons wishing to address the Board.

TWO SPEAKERS

2. (Recommended by Senior Assistant General Manager – Power System)
(Approved by General Manager)
Resolution approving The City of Los Angeles Department of Water and Power **Renewables Portfolio Standard Policy and Enforcement Program** , As Amended December 2011, including a program for enforcement in accordance with Public Utilities Code Section 399.30(e) introduced by SB 2 (1X).

ADOPTED RES 012 109 (With Clarifications)

3. (Recommended by Senior Assistant General Manager – Sustainability Programs and External Affairs)
(Approved by General Manager)
Resolution approving The City of Los Angeles Department of Water and Power’s (LADWP) energy efficiency savings targets for submittal to the California Energy Commission, as required by Assembly Bill 2021. Presentation of the results of a study of energy efficiency potential conducted by Global Energy Parnters LLC.

ADOPTED RES 012 110 ((With Clarifications)

Last Modified: March 15, 2012

Agenda
Board of Water and Power Commissioners

Tuesday, December 6, 2011

1. **Opening remarks** by the Commission President on agenda and other items relating to Department operations, and Channel 35 broadcast announcement.

REMARKS MADE

2. **Report/Briefing** by the General Manager

REPORT/BRIEFING GIVEN

3. **Comments** and/or requests from Commissioners relating to Department operations.

COMMENTS MADE

4. Opportunity for the **public** to address the Board on items of interest to the public that are within the subject matter jurisdiction of the Board. (Speakers may be limited in speaking time dependent upon the press of business and number of persons wishing to address the Board.)

THREE SPEAKERS

Items for Approval – Discussion Not Required

5. Recommendation for approval of the minutes of the following meetings of the Board of Water and Power Commissioners.
 1. Special meeting, October 24, 2011
 2. Regular meeting, November 1, 2011

APPROVED

6. (Recommended by Interim Chief Administrative Officer and Senior Assistant General Manager – Power System)
(Approved by General Manager)
Contract No. 316 to Furnish Galvanizing Services for Steel Materials. Award to: **Valmont Industries, Inc.** dba Calwest Galvanizing for a total amount not to exceed \$1,909,115 for a term of nine months with two one-year optional periods.

ADOPTED RES 19429

7. (Recommended by Interim Chief Administrative Officer)
(Approved by General Manager)
Spec. No. 341 (Cooperative Purchase) to Furnish and Deliver Original Equipment Manufacturer Toner Cartridges. Award to **Staples Contract and Commercial, Inc.** for a total amount not to exceed \$1,650,000 for a term of two years with a one-year optional period.

ADOPTED RES 19430

8. (Recommended by Interim Chief Administrative Officer and Assistant General Manager – Water System)
(Approved by General Manager)
Contract No. 7283 (Amendment No. 1) for the construction of three artesian Wells for the 1600 Acre Feet Memorandum of Understanding Project. Award to **Best Drilling and Pump, Inc.**, the amendment will increase the contract amount by \$230,920 and extend the completion time by 90 calendar days.

ADOPTED RES 19431

9. (Recommended by Interim Chief Administrative Officer)
(Approved by General Manager)
Resolution authorizing **payment** of Fiscal Year 2011-2012 Workers' Compensation Self-Insurance Program Administration Fees to the State of California, Department of Industrial Relations for a total amount not to exceed \$600,000.

ADOPTED RES 012 111

10. (Recommended by Interim Chief Administrative Officer)
(Approved by General Manager)
Resolution authorizing execution of Memorandum of Understanding with the **Los Angeles Unified School District** to allow for funding parameters relative to the Youth Service Academy, a career educational program. The total amount not exceed \$210,000 for a term of three years.

ADOPTED RES 012 112

11. (Recommended by Interim Chief Administrative Officer and Senior Assistant General Manager – Power System)
(Approved by General Manager)
Resolution authorizing Grant of **Non-Exclusive Easements** and **Rights-of-Way** to the **County of Los Angeles Department of Public Works** and the **Plum Canyon Community Association** for the purpose of slope maintenance, brush clearance, landscaping and landscape maintenance. (Real Estate File P-78494)

Council approval by ordinance is required.

ADOPTED RES 012 113

12. (Recommended by Senior Assistant General Manager – Power System)
(Approved by General Manager)

Resolution authorizing the Authority to Extend and Ratification of Amendments to the **Eldorado Co-Tenancy Agreement and Mohave-Eldorado Communication Facilities Agreement.**

Council approval by ordinance is required.

ADOPTED RES 012 114

Items for Approval and Discussion

13. (Recommended by Senior Assistant General Manager – Power System and Interim Chief Administrative Officer)
(Approved by General Manager)
Spec. No. 321 to Furnish Emergency Repair and Specialized Services for Generating Stations and Power System Equipment at Various Locations. Award to **Turbine Repair Services, LLC** for a total amount not to exceed \$5,575,161 for a term of one year with two one-year extensions.

ADOPTED RES 19432

14. (Recommended by Senior Assistant General Manager – Power System and Interim Chief Administrative Officer)
(Approved by General Manager)
Spec. No. N-7388 to Furnish and Deliver General Electric Model MS-7241FA+e Combustion and Hot-Gas-Path Parts for use at the Haynes Generating Station and Valley Generating Station. Award to **General Electric International, Inc.** for a total amount not to exceed \$17,285,373 a one-time spot purchase.

ADOPTED RES 19433

15. (Recommended by Senior Assistant General Manager – Power System)
(Approved by General Manager)
Resolution authorizing execution of **Agreement No. 47067-2** with **Harris Corporation** for hardware purchase, installation, maintenance and telecommunication services to support LADWP network requirements for participation in Western Electricity Coordinating Council's Western Interconnection Synchrophasor Program and North American Electric Reliability Corporation's Industry Synchrophasor Data-Sharing Agreement. The total estimated cost for five years participation is \$117,452 and the contract will expire June 30, 2016.

Council approval is required.

ADOPTED RES 012 115

16. (Recommended by Senior Assistant General Manager – Power System)
(Approved by General Manager)
Resolution authorizing execution of **Agreement No. BP 11-017** with **Powerex Corporation** for Open Access Transmission Tariff Long-Term Firm Point-to-Point Transmission Service within LADWP’s control area.

ADOPTED RES 012 116

17. (Recommended by Senior Assistant General Manager – Power System)
(Approved by General Manager)
Resolution recommending approval to Add **Section 23.144 to Article 3 of Chapter 7 of Division 23** of the **Los Angeles Administrative Code**, by Ordinance, Pertaining to the Purchase of Local Renewable Energy and Associated Interconnection Agreements.

Council approval by ordinance is required.

ADOPTED RES 012 122

18. (Recommended by Senior Assistant General Manager – Power System)
(Approved by General Manager)
Resolution recommending approval for **Mohave Generating Station 2012 Administrative and Decommissioning Budget and Royalty Rates Litigation Settlement Payment Obligations.**

Council approval by ordinance is required.

ADOPTED RES 012 117

19. (Recommended by Senior Assistant General Manager – Water System)
(Approved by General Manager)
Resolution authorizing execution of **Agreement No. 47071-2** with **Webcor, Obayashi, Lyles**, a Joint Venture, for the Pre-Construction and Construction Services of the Silver Lake Reservoir Storage Complex Replacement Project for a total amount not to exceed \$230 million.

ADOPTED RES 012 123

20. (Recommended by Interim Chief Administrative Officer)
(Approved by General Manager)
Resolution authorizing execution of **Agreement No. 47066-2** with **Westin Engineering, Inc.** for Information and Cyber Security Vulnerability Assessment of the Power Control

Systems, Water SCADA and Enterprise networks for a total amount not to exceed \$1,180,164 for a term one year with two one-year renewal options.

ADOPTED RES 012 118

21. (Recommended by Interim Chief Administrative Officer)
(Approved by General Manager)
Resolution authorizing execution of **Agreement No. 47070-2** with **Professional Health Services, Inc.** to provide for mobile occupational health medical surveillance testing services to the LADWP to comply with State and Federal safety and health regulations. The total amount not to exceed \$1,800,000 for a term of three years.

NOT APPROVED –MOTION TO SEND BACK OUT TO BID

22. (Recommended by Interim Chief Financial Officer)
(Approved by General Manager)
Resolution authorizing **payment** for an amount not to exceed \$16,660,377 for Special City Services provided by the City of Los Angeles to the LADWP for Fiscal Year 2011/2012.

ADOPTED RES 012 119

23. (Recommended by Interim Chief Financial Officer and Assistant General Manager – Power System)
(Approved by General Manager)
Resolution authorizing execution of a **Pole Attachment Fee and License Contract** for calendar years 2012, 2013, and 2014 and the use of the attached contract for telecommunication companies.

ADOPTED RES 012 124

24. (Recommended by Interim Chief Financial Officer and Senior Assistant General Manager – Water System)
(Approved by General Manager)
Resolution approving the inclusion of certain **expenditures** in the Water Quality Improvement, Demand Side Management, Reclaimed Water, and Water Security Expenditures for the 12-month period commencing April 1, 2012.

ADOPTED RES 012 125

25. (Recommended by Interim Chief Financial Officer and Senior Assistant General Manager – Water System)

(Approved by General Manager)

Resolution approving the proposed **Water Quality Improvement Adjustment Factor and Associated Water Rate Ordinance Modifications** effective February 15, 2012.

Council approval by ordinance is required.

ADOPTED RES 012 121

26. (Recommended by Interim Chief Administrative Officer)
(Approved by General Manager)
Resolution authorizing execution of **Short Form IRU-03 Lease Agreement (Agreement No. FO-683-10/2011)** with **GlobeCast North America** granting GlobeCast the Indefeasible Right of Use of a certain components of LADWP's fiber optic network.

ADOPTED RES 012 126

27. (Recommended by Interim Chief Administrative Officer)
(Approved by General Manager)
Resolution authorizing execution of **Amended and Restated Optical Fiber Lease Agreement (Agreement No. 438-11/2006)** and **Short Form IRU-02 Lease Agreement (Agreement No. FO-637-07/2010)** with **GlobeCast North America** granting GlobeCast the Indefeasible Right of Use of a certain components of LADWP's fiber optic network.

Council approval is required.

ADOPTED RES 012 127

28. (Recommended by Interim Chief Administrative Officer)
(Approved by General Manager)
Resolution authorizing execution of **Optical Fiber Lease Agreement No. FO-670-06/2011** and **Short Form IRU-01 to IRU-06 Lease Agreements (Agreement Nos. FO-671-06/2011, FO-672-06/2011, FO-673-06/2011, FO-674-06/2011, FO-675-06/2011, and FO-676-06/2011)** with **Sohonet, Inc.**, for lease of LADWP optical fiber network.

Council approval is required.

ADOPTED RES 012 128

29. (Recommended by Senior Assistant General Manager – Sustainability Programs and External Affairs and Senior Assistant General Manager – Power System)
(Approved by General Manager)
Resolution recommending approval of the **2011 Grid Reliability Report** dated

December 31, 2011, that is required per Section 3.B.3 of the Once-Through-Cooling Policy dated May 4, 2010.

ADOPTED RES 012 120

30. (Personnel Relations Committee)
Recommendation that the Board approve the Personnel Relations Committee's reports for **Grievance Nos. M-172-07, M-086-08, M059-08, and M-007-08** filed by Thomas Dailey.

APPROVED

Filed Items

31. (From General Manager)
a) Monthly reports of activities for the following units:
- Water System (October 2011)
- Power System (October 2011)

FILED

Management Reports

32. a) Filing - RPS Project Update – October 2011

FILED

Closed Session

33. The Board shall recess into **closed session** for a conference with legal counsel regarding:
- A. Existing litigation in the following matter:
1. Safeco Insurance Company of America v. City of Los Angeles, acting by and through the Department of Water and Power, McBratney Company, a California corporation; and Does 1 through 10, inclusive, United States District Court Case No. CV 10-9162 (RGK) (JCGx), Central District of California, pursuant to subdivision (a) of Section 54956.9 of the California Government Code.

**DISCUSSION HELD – ACTION TAKEN BUT NOT A FINAL ACTION
THAT IS REPORTABLE -- ADOPTED 012 137 (RELEASED ON 12/20/11)**

B. Anticipated litigation in the following matters:

1. Claim for Damages Submitted on Behalf of David Henry and Michael Medeiros, LADWP Claim No. 1028447, pursuant to subdivision (a) of Section 54956.9 of the California Government Code.

DISCUSSION HELD – ACTION TAKEN BUT NOT A FINAL ACTION THAT IS REPORTABLE -- ADOPTED 012 138 (RELEASED ON 12/20/11)

2. Discussion regarding significant exposure to litigation (1st case), pursuant to Subdivision (b)(1) of Section 54956.9 of the California Government Code.

DISCUSSION HELD – ACTION TAKEN BUT NOT A FINAL ACTION THAT IS REPORTABLE

2. Discussion regarding significant exposure to litigation (2nd case), pursuant to Subdivision (b)(1) of Section 54956.9 of the California Government Code.

DISCUSSION HELD – NO ACTION TAKEN

2. Discussion regarding significant exposure to litigation (3rd case), pursuant to Subdivision (b)(1) of Section 54956.9 of the California Government Code.

WITHDRAWN

3. Discussion regarding initiation of litigation (1st case), pursuant to Subdivision (c) of Section 54956.9 of the California Government Code.

WITHDRAWN

3. Discussion regarding initiation of litigation (2nd case), pursuant to Subdivision (c) of Section 54956.9 of the California Government Code.

WITHDRAWN

3. Discussion regarding initiation of litigation (3rd case), pursuant to Subdivision (c) of Section 54956.9 of the California Government Code.

WITHDRAWN

C. Conference with Labor Negotiators:

Pursuant to California Government Code Section 54957.6, the Board will meet in closed session with its labor negotiator for the Department's General Manager concerning labor negotiations with unrepresented employees.

DISCUSSION HELD – NO ACTION TAKEN

The Board shall publicly report any action in closed session and the vote or abstention of every member present thereon, in accordance with Section 54957.1 of the California Government Code.

Last Modified: March 15, 2012