



AGENDA

October 25, 2016

PUBLIC UTILITIES COMMISSION MEETING

7:00 p.m.

City Council Chambers
311 Vernon Street
Roseville, California

- 1. Roll Call**
- 2. Pledge of Allegiance**
- 3. Approval of the September 27, 2016 Minutes**
 - 3.1. September 27, 2016 Minutes
- 4. Oral Communications/Public Comment**
- 5. New Business**
 - 5.1. Environmental Utilities Monthly Update
Report by Environmental Utilities Director Rich Plecker summarizing monthly status of Environmental Utilities issues, for information.
 - 5.2. Roseville Electric Utility Strategic Plan Update
Presentation by Electric Utility Director Michelle Bertolino and Electric Regulatory Compliance Administrator Shawn Matchim on the Roseville Electric Utility Strategic Plan Update Overview, for information.
 - 5.3. Roseville Electric Utility Monthly Update
Report by Electric Utility Director Michelle Bertolino summarizing monthly status of Electric issues, for information.
 - 5.4. Environmental Utilities Strategic Plan Overview
Presentation by Business Services Administrator Carol Margetich and Rates Analyst Terri Shirhall on the Environmental Utilities Strategic Plan Overview, for information.
- 6. Reports – Commission/Staff**
- 7. Proposed Future Agenda Items**
- 8. Adjournment**

Title: September 27, 2016 Minutes

Meeting Date: 10/25/2016
Item #: 3.1.

ATTACHMENTS:

Description

September 27, 2016 draft minutes

MINUTES
Public Utilities Commission

September 27, 2016

7:00 p.m.

Council Chambers
311 Vernon Street
Roseville, CA 95678

1. Roll Call

PUC Commissioners Present: Blandon Granger
James McHan
Gretchen Hildebrand
Kerry Schmitz
John Speight
John Vertido

PUC Commissioners Absent: Jim Viele

Staff Present: Michelle Bertolino, Electric Utility Director
Shawn Matchim, Electric Regulatory Compliance Administrator
Todd White, Senior Manager, Energy Portfolio
Philip McAvoy, Electric Finance & Administration Manager
Joanna Cucchi, Senior Electric Business Analyst
Lisa Gist, Electric Business Analyst
Jamie Johnson, Electric Compliance Analyst
Richard Plecker, Environmental Utilities Director
Ken Glotzbach, Waste Water Utility Manager
Jim Mulligan, Water Utility Manager
Kelye McKinney, Assistant Environmental Utilities Director
Carol Margetich, EU Business Services Administrator
Terri Shirhall, EU Rates Analyst
Janet Vargas, EU Rates Analyst
Joe Mandell, Senior Deputy City Attorney
Cheryl Hammond, Recording Secretary

2. Pledge of Allegiance

3. Minutes of August 23, 2016

The minutes of were approved as amended.

4. Oral Comments/Public Comment

None

5. New Business

a. Environmental Utilities Monthly Update

Report by Environmental Utilities Director Rich Plecker summarizing monthly status of Environmental Utilities issues, for information.

Public Comment: None

b. Environmental Utilities Rates Process and Capacity Fees Overview

Presentation by EU Rates Analysts Terri Shirhall and Janet Vargas on the Environmental Utilities Rates Process and Capacity Fees Overview, for information.

Public Comment: None

c. Roseville Electric Utility Monthly Update

Report by Electric Utility Director Michelle Bertolino summarizing monthly status of Electric issues, for information.

Public Comment: None

d. Reliability Standards Update

Presentation by Electric Compliance Analyst Jamie Johnson on the Reliability Standards Compliance update, for information.

Public Comment: None

e. Electric Utility Financial Update

Presentation by Electric Utility Director Michelle Bertolino and Electric Business Analyst Lisa Gist on the Electric Utility Financial update, for information.

Public Comment: None

f. Electric Utility Rates Policy

Presentation by Electric Utility Director Michelle Bertolino and Senior Electric Business Analyst Joanna Cucchi on the Electric Utility's Rates Policy, for recommendation.

Public Comment: None

MOTION: Commissioner Vertido made the motion, which was seconded by Commissioner McHan, to recommend approval of the Electric Rates Policy to City Council.

Ayes: Granger, Hildebrand, McHan, Schmidt, Speight, Vertido

Noes:

Absent: Viele

6. Reports – Commission/Staff

None.

7. Proposed Future Agenda Items

None.

8. Adjournment

Commissioner Vertido moved for adjournment of the September 27, 2016 Public Utilities Commission meeting. Commissioner McHan seconded the motion. The motion passed unanimously at 8:10 p.m.

John Speight
Chairperson

Cheryl Hammond
Recording Secretary



PUBLIC UTILITIES COMMISSION

Title: Roseville Electric Utility Strategic Plan Update

Meeting Date: 10/25/2016
Item #: 4.2.

ATTACHMENTS:

Description

Electric 5-Year Strategic Plan Update



Background

- Developed a Five-Year Strategic Plan
- Identified four strategic initiatives
- Aligns with City Council priorities
- Introduced in February 2015
- Update provided in February 2016
- Progress reported in Business Progress Report

City Council Priorities

- Fiscal Soundness
- Economic Development
- Sound and Stable Utilities
- A Great Downtown
- Infrastructure
- Legislative Advocacy
- Civic Engagement



Strategic Planning Process



Strategic Initiatives

1. **Workforce:** Creating an Inspired and Valued Workforce
 2. **Customer:** Enhancing Customer Satisfaction and Confidence
 3. **Operations:** Improving Business Efficiency and Operations
 4. **Financial:** Maintaining Fiscal Health through Financial Stability and Competitive Rates
-

Work Plans and Goal Setting

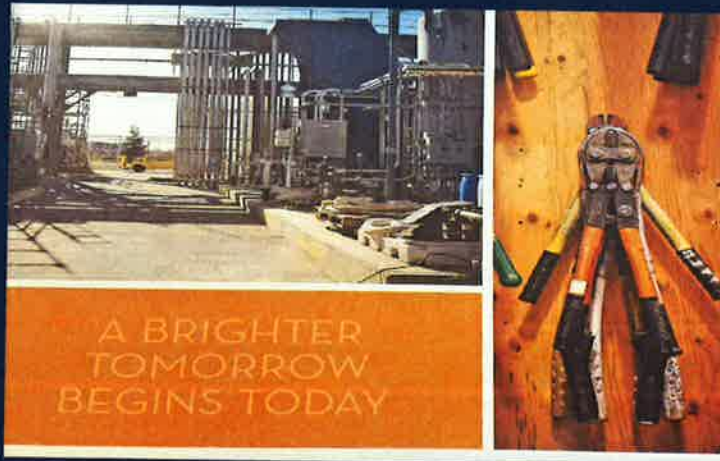
- Annual process to update work activities
 - Identified projects that support strategic initiatives
 - Determined key performance indicators and goals
 - Report card for certain work activities
 - Year end report for FY 2016
 - Highlight key work activities for FY 2017
-



Department Project	Strategic Initiative	Project Description
Douglas Substation Rehab Project (Phase 1)	Operations	Capital Improvement Project – Improve system reliability
Community Solar Project	Operations	Provide an alternative to rooftop solar for customers who may not want to or be able to, install solar on their own home.
Capital Improvement Plan	Operations	Prioritizes future capital projects, clarifies resource requirements for major projects, and improves our financial forecasting
Key Accomplishments in FY16		

Department Project	Strategic Initiative	Project Description
Power Management Services	Operations	Assessing the provider of power management services to ensure best value for service.
Arc Flash Studies	Workforce	Perform studies on high voltage equipment to ensure worker safety while working on or near such equipment.
2015 Rate Case	Financial	Restructuring electric rates to better align charges with the costs of providing services.

Key Accomplishments in FY16 (Continued)



New Initiatives for FY 2017 and Beyond



Department Project	Strategic Initiative	Project Description
2017 Rate Case	Financial	Reviewing and updating electric rates to better align charges with the cost of providing electric service.
Net Energy Metering Program - Version 2.0	Financial/ Customer	Develop a successor net energy metering (NEM) program for when the utility reaches the legislated cap for the current NEM program.
Fiscal Soundness		
		

Department Project	Strategic Initiative	Project Description
Substation Projects (Sierra Vista and Douglas Rehab.)	Operations	The city continues to grow and with this, comes a need for new electric infrastructure.
Berry Street Transformer Maintenance	Operations	Replacing or upgrading key components of our substation to improve reliability and operations.
Community Solar (continued)	Operations	Development of a community solar project to provide an option for customers that may not want to or be able to install rooftop solar.
Infrastructure		
		

Department Project	Strategic Initiative	Project Description
Advanced Metering Infrastructure (AMI) (Continued)	Customer	Implement smart meters within the City of Roseville. AMI will allow better visibility to system operations, increase efficiency, and support new services to customers.
Resource Portfolio Audit (Continued)	Customer	Audit of the utility's resource portfolio to assess utilization, market opportunities, and risks under various market structures and industry changes.
Sound and Stable Utilities 		

Department Project	Strategic Initiative	Project Description
10 Yr Energy Efficiency Goals	Customer	Coordination with other utilities and external entities to develop long-term energy efficiency goals to meet various regulatory requirements.
REP Control Systems Upgrade	Operations	Replacing obsolete control systems for the turbines. Upgrade supports facility reliability and availability.
Control System and Business System Upgrade	Operations	Implementing best practice system policies and updating computer infrastructure.
Sound and Stable Utilities (Continued) 		

Department Project	Strategic Initiative	Project Description
REP Permit Amendments and Updates	Operations	Amendment process through the California Energy Commission for the permits at the REP. Allows the utility more flexibility with operations of the plant and increases availability.
Planning Coordinator Implementation	Operations	Addressing a potential industry-wide compliance gap and coordinating with BANC to register as our Planning Coordinator.
Sound and Stable Utilities (Continued)		
		

Department Project	Strategic Initiative	Project Description
Career Plan Development (Continued)	Workforce	Creation of customized career plans for positions in the electric utility.
Core Competency Development (Continued)	Workforce	Develop of a set of core attributes sought after when hiring employees depending on the position.
Employee Recognition Programs	Workforce	Programs to reward employees recognized for exceptional performance.
Workforce		
		

Department Project	Strategic Initiative	Project Description
Plug-In Electric Vehicle Business Case Study	Customer	Project to evaluate business opportunities related to the electrification of the transportation sector. Assess business role for Roseville Electric Utility.
UEC Interpretive Plan and Exhibit Refresh (Continued)	Customer	Interior and exterior exhibit improvements to align messaging with current strategic objectives for the utilities.
Civic Engagement		



Key Performance Indicator	FY 2017 Goal
Safety (Auto Incidents, Reportable Injuries, Lost Time Injuries)	0
Developer Quality Score	7.5 or greater
Customer Satisfaction	95% or greater
Response Time to Unplanned Outages	30 min. or less
Outage Duration (SAIDI)	30 min. or less
Generator Availability	90% or greater
Credit Rating	A+ or greater
Key Performance Indicators & Goals	

