TO:	James L. App, City Manager Ed Gallagher, Community Development Director					
FROM:						
SUBJECT:	Southern California Gas Company Advanced Meters					
DATE:	April 2, 2013					
Needs:	City Council consideration of nine (9) encroachment permit applications from the Southern Califorr Gas Company to place wireless data collector units (DCUs) in public right-of-ways throughout the City in conjunction with their upgrade of all residential and business gas meters.					
Facts:	1. The Southern California Gas Company is upgrading all local meters to allow the meters to transmit usage data wirelessly. The DCUs will also allow for the future wireless control and monitoring of natural gas transmission pipelines and valves.					
	2. Advanced meters are cost effective for the Gas Company and have the capability of providing the customer with more detailed information that may lead to opportunities for conservation.					
	3. In order for the DCU system to work properly throughout the City, the Gas Company must install nine DCUs in public right-of-ways. DCUs can either be installed upon existing City street light poles or new free-standing poles, approximately 30 feet high, fitted with antennas and a cabinet. The Gas Company initially proposed installing six DCUs on existing street light poles, and three free-standing poles, however it maintained it could only pay \$39 per year per city street light pole for such use. Therefore, the Gas Company determined it would place all the DCUs on free-standing poles that it will own and maintain.					
	4. The City Engineer has recently received encroachment permit applications from the Gas Company for placement of nine poles with DCUs that will be installed, owned and maintained by the Gas Company.					
Analysis & Conclusion:	In May 2012, Gas Company representatives met with Doug Monn and John Falkenstien to announce their plans for implementation of the Advanced Meter program. Mr. Falkenstien visited the nine sites proposed for DCUs with the Gas Company engineers. It was determined through these site visits that existing street light poles could be used at six locations to house the DCUs in lieu of new poles.					
	Southern California Gas Company submitted a draft agreement for joint use of City street light poles, to which the City Attorney submitted revisions. However, the primary area of disagreement was over the proposed annual fee for the use of city poles; Southern California Gas Company stated it could pay no more than \$39 per year per pole. The Gas Company has subsequently submitted encroachment permit applications to install DCUs at all nine locations on new Gas Company-owned poles.					
	The City Attorney has provided the opinion that while there is latitude in the City's ability to regulate the installation of DCUs through the Franchise Agreement and encroachment permit processes, regulation cannot be so restrictive as to preclude deployment of the program. However, the City can exercise some regulatory authority regarding construction, design and placement within the public right-of-way in a manner that is not inconsistent with the public utilities commission regulatory authority.					
	The Gas Company has presented options of wood, steel or concrete poles for the DCU installations.					
Policy Reference:	Ordinance No. 421 N. S. Southern California Gas Company Franchise Agreement					

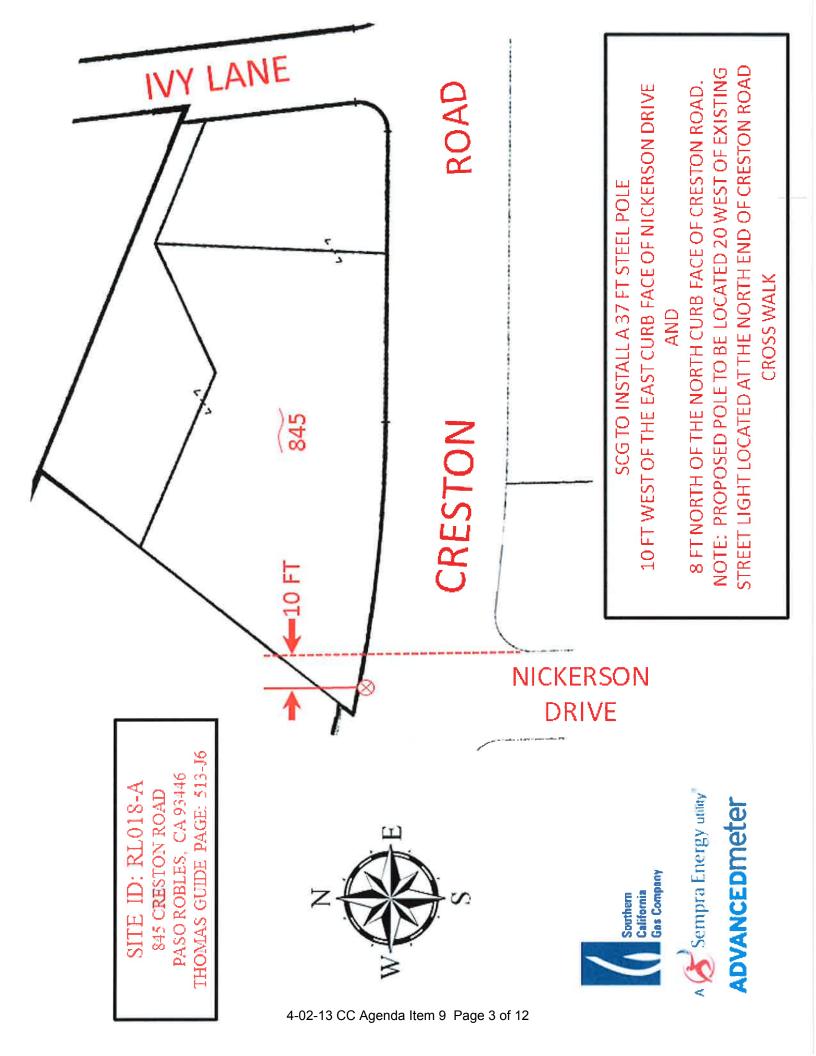
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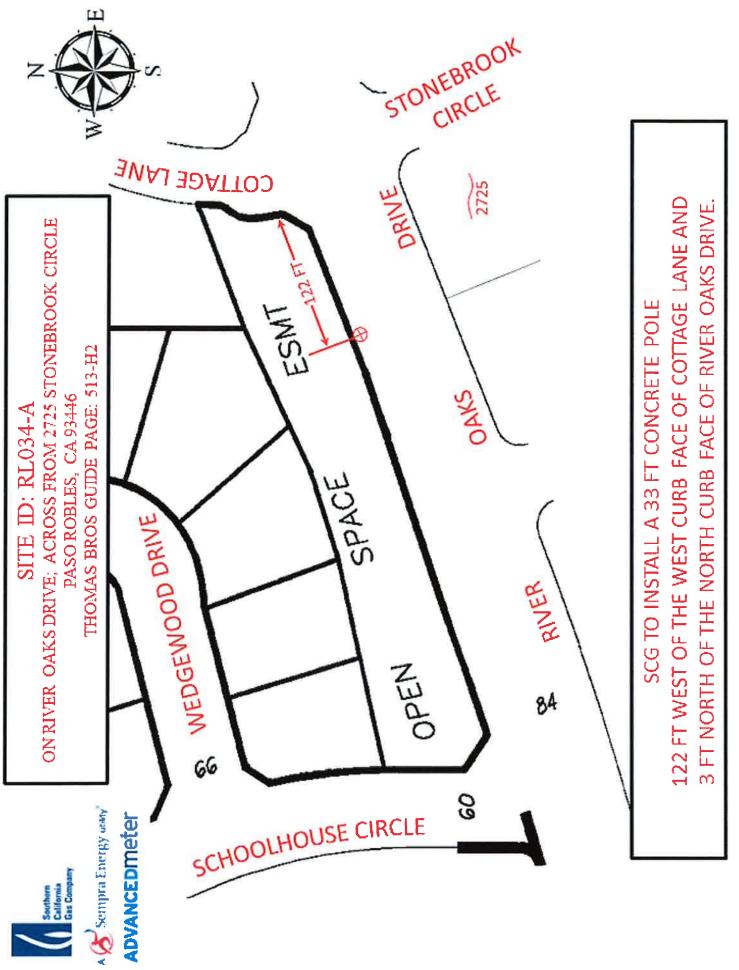
- Options: a. Authorize the City Engineer to issue encroachment permits to Southern California Gas Company to install nine poles with data collection units for advanced meter network communications on their meters City-wide, with said poles to be constructed of the selected materials at specified locations; or
  - b. Amend, modify, or reject the above option.

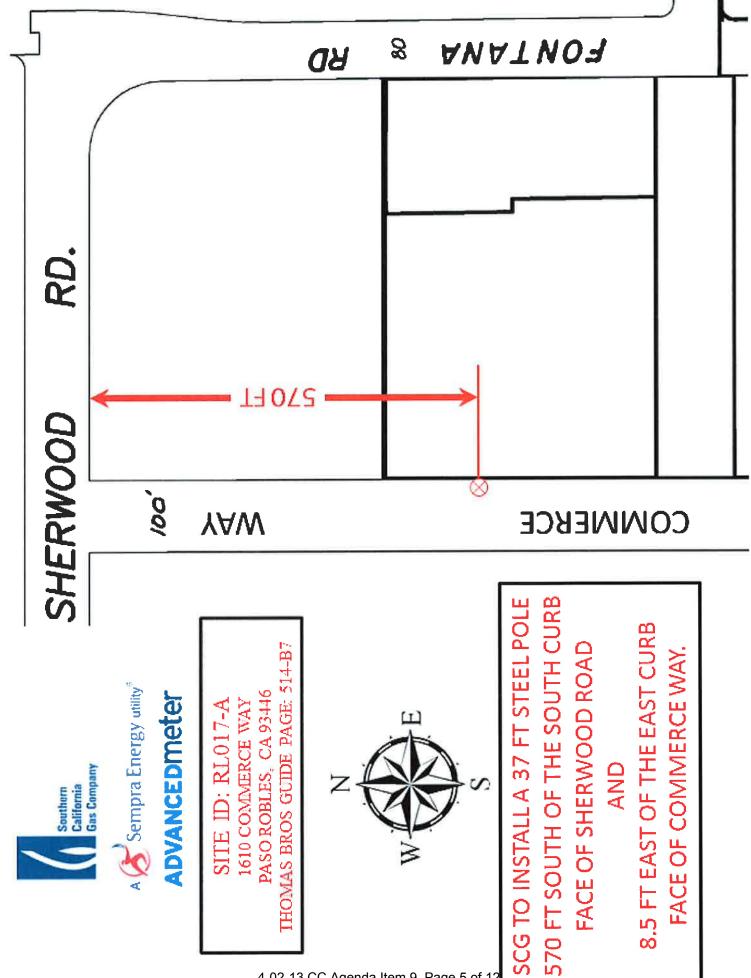
Prepared by: John Falkenstien, City Engineer

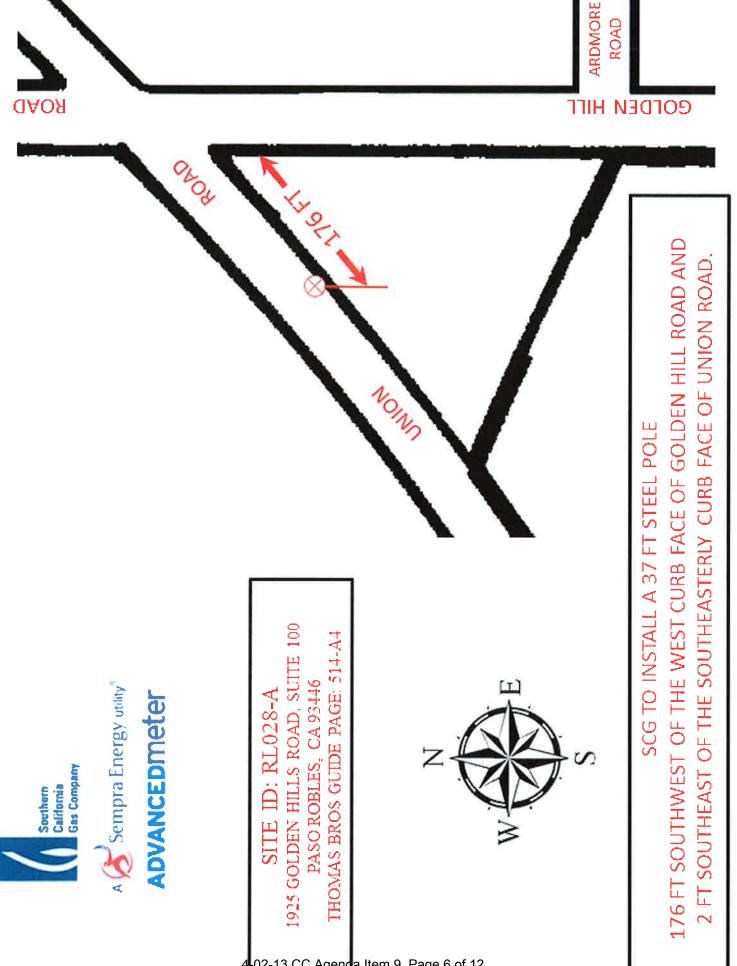
## Attachments: (2)

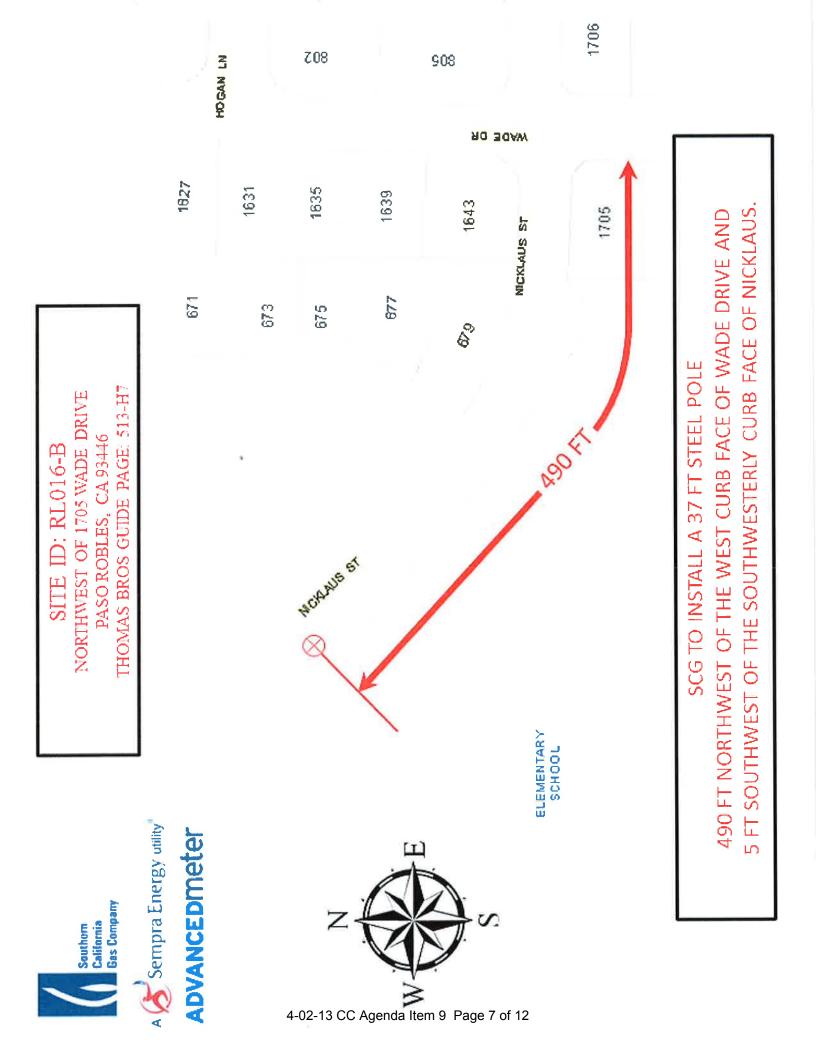
- (1) Proposed Locations of DCUs
- (2) Typical DCU

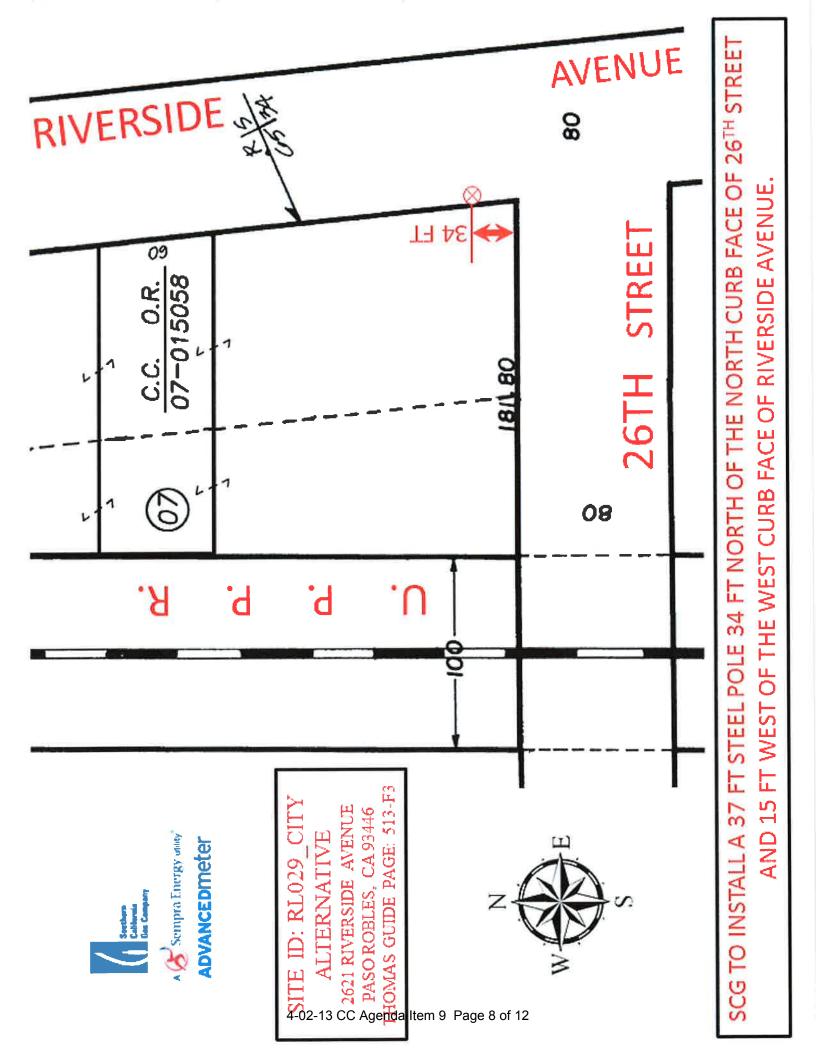


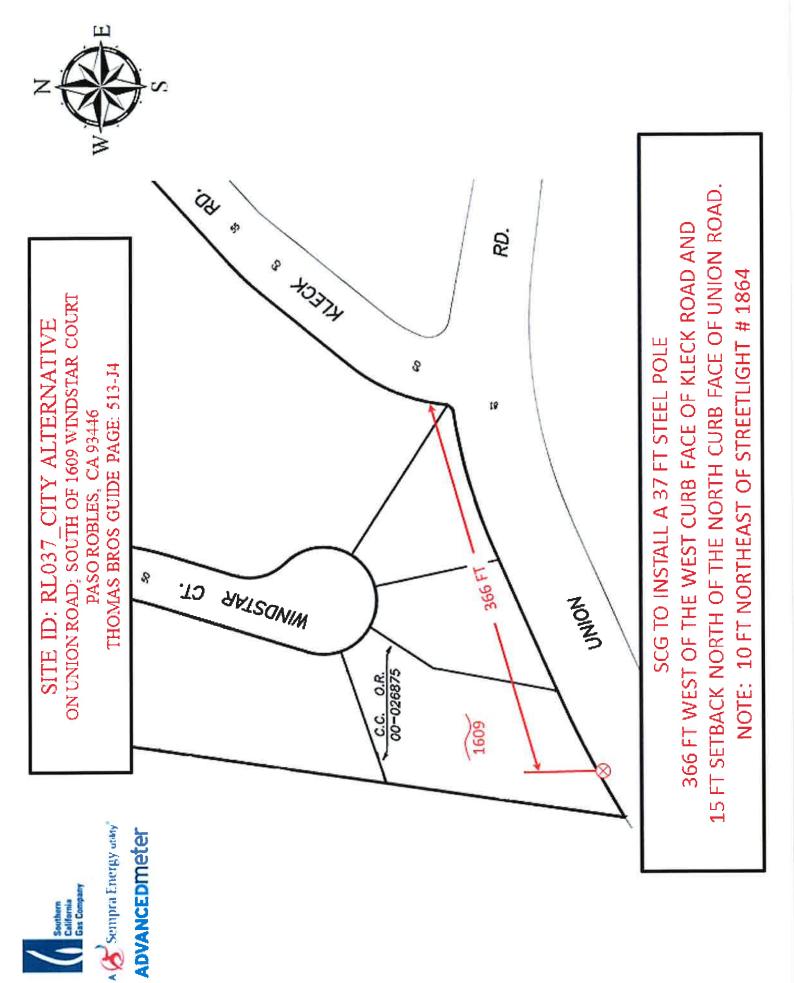




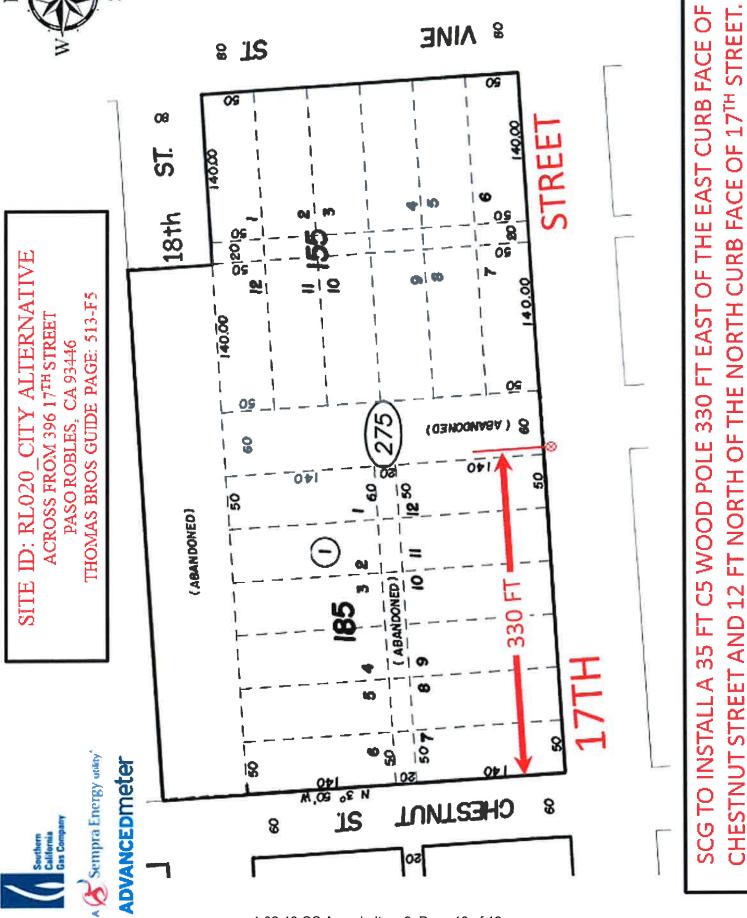








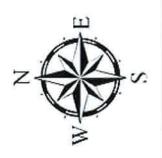




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A Sempra Energy utery ADVANCEDmeter SITE ID: RL036\_CITY ALTERNATIVE ACROSS FROM 5215 AIRPORT ROAD PASO ROBLES, CA 93446 PASO ROBLES, CA 93446 PASO ROBLES, CA 93446



SCG TO INSTALL A 35 FT C5 WOOD POLE 590 FT SOUTH OF THE SOUTH EDGE OF PAVEMENT OF ADOBE ROAD AND 8 FT EAST OF THE EAST EDGE OF PAVEMENT OF AIRPORT ROAD.



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ommunication Network – lection Units (DCUs)	Installing approximately 4,000 DCUs throughout SoCalGas' service territory beginning early 2012	Pole mounted at 30 feet or higher	A/C or Solar Powered	DCU cabinet is 25" H x 15.5" W x 9" D and weighs 80 lbs	Built-in Redundancy: advanced meters will communicate with two to three DCUs	ADVANCEDmeter
About the Commul Data Collectior	4-02-13		The second secon		2 of 12	PHOTO FOR DISCUSSION PURPOSES ONLY Final Product Will Depend on Local Conditions

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