

Members of the public wishing to address the Board are requested to complete a sign-up slip at the lobby information center. Statements shall not exceed three minutes, unless the Board President grants special permission.

AGENDA

**SACRAMENTO MUNICIPAL UTILITY DISTRICT
BOARD OF DIRECTORS MEETING
SMUD CUSTOMER SERVICE CENTER
RUBICON ROOM - 6301 S STREET
SACRAMENTO, CALIFORNIA**

December 20, 2018 – 6:00 p.m.

Call to Order.

a. Roll Call.

1. Approval of the Agenda.
2. Approval of the minutes of the meeting of November 15, 2018.
3. Committee Chair Reports.
 - a. Committee Chair report of December 4, 2018, Finance and Audit Committee
Present the Financial Statement for SMUD for the 10-month period ended October 31, 2018
 - b. Committee Chair report of December 18, 2018, Strategic Development Committee
 - c. Committee Chair report of December 19, 2018, Policy Committee

Item 7 was reviewed by the Finance and Audit Committee on November 7, 2018. Items 8 and 15 were reviewed by the Policy Committee on November 14, 2018. Item 9 was reviewed by the Finance and Audit Committee on December 4, 2018. Items 10 through 13 and 18 were reviewed by the Strategic Development Committee on December 18, 2018. Items 14.a. and 14.b. were reviewed by the Finance and Audit Committee on November 7 and 8 and December 4, 2018. Item 16 was reviewed by the Policy Committee on November 14 and December 19, 2018.

Comments from the public are welcome when these agenda items are called.

Commendation Resolution:

4. Approve commendation resolution for Director Shiroma. (**President Fishman**)
5. Approve commendation resolution for Director Slaton. (**President Fishman**)

Consent Calendar:

6. Approve Board member compensation for service rendered at the request of the Board (pursuant to Resolution 02-12-14) for the period of November 16, 2018, through December 15, 2018.
7. Adopt **SMUD's Pay Schedule** and **Special Compensation** items for employees pursuant to California Code of Regulations, Title 2, sections 570.5 and 571(b). **Finance and Audit Committee 11/7. (Jennifer Davidson)**
8. Approve revisions to **Strategic Direction 17, Enterprise Risk Management. Policy Committee 11/14. (Jennifer Davidson)**
9. Authorize the Chief Executive Officer and General Manager to award a contract to **Securian Life Insurance Company** to provide Group Life, Critical Illness, Accident, and Accidental Death and Dismemberment (AD&D) insurance services for an initial period of three years from January 1, 2019, to December 31, 2021, with two optional one-year extensions, for a total amount not-to-exceed \$4.75 million for the full five years. **Finance and Audit Committee 12/4. (Gary King)**
10. Accept the monitoring report for **Strategic Direction SD-11, Public Power Business Model. Strategic Development Committee 12/18. (Laura Lewis)**
11. Accept the monitoring report for **Strategic Direction SD-19, Diversified Business. Strategic Development Committee 12/18. (Paul Lau)**
12. Certify November 6, 2018, election results from the County of Sacramento electing Rosanna Herber to serve as SMUD's Director for Ward 4 for the four-year term beginning January 1, 2019. **Strategic Development Committee 12/18. (Laura Lewis)**
13. Authorize the Chief Executive Officer and General Manager to award a contract to **Coact/Lamb Joint Venture** to provide architectural and engineering services for the Power Control Center for a four and one-half year term in an amount not-to-exceed \$2,585,500. **Strategic Development Committee 12/18. (Gary King)**

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Discussion Calendar:

14. Adopt the following:
 - a. **2019 Budget** which, among other things, establishes:
 - An Operations and Maintenance Budget of \$1,081.1 million (including Public Goods Charge of \$61.3 million);
 - A Debt Service budget of \$186.1 million;
 - A Capital and Reserve Budget of \$443.9 million; and
 - Authorized contingencies.

- b. Declaration of Intent to Issue Debt to create \$400 million of additional bonding authority to reimburse for qualifying capital expenditures, and Official Intent to reimburse for 2019 and 2018 capital expenditures from bond proceeds, which is required to maintain tax-exempt financing capability.

Finance and Committee 11/7, 11/8, and 12/4. (Jennifer Davidson)

- 15. Discuss, with possible action, **Election of Officers for 2019** (President and Vice-President) for the SMUD Board of Directors. **Policy Committee 11/14. (President Fishman)**
- 16. Discuss possible changes to **Governance Process GP-12, Board Compensation and Benefits**. **Policy Committee 11/14 and 12/19. (President Fishman)**
- 17. Discuss possible merit increase to the Chief Executive Officer and General Manager's base salary and/or performance bonus, pursuant to the Chief Executive Officer and General Manager's employment contract. **(President Fishman)**
- 18. Approve Contract Change No. 5 to Contract No. 4500057661 with **Leading Resources, Inc.** to extend the contract expiration date from December 31, 2018, to December 31, 2021, and increase the contract amount by \$400,000 from \$260,000 to \$660,000, to allow for continuity of consulting support with Board Strategic Directives. **Strategic Development Committee 12/18. (President Fishman)**

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Public Comment:

- 19. Statements from visitors (non-agenda items).

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Board and CEO Reports:

- 20. Directors' Reports.
- 21. President's Report.
- 22. CEO's Report.
 - a. Scholarship Award Presentations
 - b. Board Video re: A Look Back at 2018

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Summary of Board Direction

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FOLLOWING ADJOURNMENT OF THE FOREGOING SMUD BOARD OF DIRECTORS MEETING, THE SPECIAL MEETINGS OF THE FOLLOWING JOINT POWERS AGENCIES WILL CONVENE:

**CENTRAL VALLEY FINANCING AUTHORITY
NORTHERN CALIFORNIA GAS AUTHORITY NUMBER 1
SACRAMENTO COGENERATION AUTHORITY
SACRAMENTO MUNICIPAL UTILITY DISTRICT FINANCING AUTHORITY
SACRAMENTO POWER AUTHORITY**

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Board Committee Meetings and Special Meetings of the Board of Directors are held at the SMUD Customer Service Center, 6301 S Street, Sacramento

December 18, 2018	Strategic Development Committee and Special Board of Directors Meeting	Rubicon Room*	5:30 p.m.
December 19, 2018	Policy Committee and Special Board of Directors Meeting	Rubicon Room	5:30 p.m.
January 8, 2019	Finance and Audit Committee and Special Board of Directors Meeting	Rubicon Room	5:30 p.m.
January 9, 2018	Energy Resources & Customer Services Committee and Special Board of Directors Meeting	Rubicon Room	5:30 p.m.
January 15, 2019	Strategic Development Committee and Special Board of Directors Meeting	Rubicon Room	5:30 p.m.
January 16, 2019	Policy Committee and Special Board of Directors Meeting	Rubicon Room	5:30 p.m.

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Regular Meetings of the Board of Directors are held at the SMUD Customer Service Center, 6301 S Street, Sacramento

January 17, 2019

Rubicon Room

6:00 p.m.

****The Rubicon Room is located on the first floor of SMUD Customer Service Center, 6301 S Street, Sacramento, CA***

Members of the public wishing to address the Board should complete a sign-up form available at the table outside of the meeting room. Members of the public shall have up to three (3) minutes to provide public comment on items on the agenda or items not on the agenda, but within the jurisdiction of SMUD. The total time allotted to any individual speaker shall not exceed nine (9) minutes.

Members of the public wishing to inspect public documents related to agenda items may call 916-732-7143 to arrange for inspection of the documents at the SMUD Customer Service Center, 6301 S Street, Sacramento, California.

NOTE: Accommodations are available for the disabled public. If you need a hearing assistance device or other aid, please call 916-732-7143 in advance of this Board Meeting.