

Exhibit to Agenda Item #4

Board Finance & Audit Committee Meeting and Special SMUD Board of Directors' Meeting

Tuesday, May 1, 2018, scheduled to begin at 5:30 p.m.

Customer Service Center, Rubicon Room

Authorize Staff to Proceed with a Bond Refunding Transaction

- Issuance of the 2018 Series F Refunding Bonds
 - Purpose: to refund remaining \$200 million of 2008 U bonds
 - Issue approximately \$170 million of fixed rate bonds with short maturities: 2019 to 2028
 - Termination of forward starting interest rate swaps
 - Authorized to enter swaps in 2016 to hedge interest rates and currently in-the-money
 - Proceeds will be used to reduce refunding issuance
 - Savings: approximately \$4 million per year, or \$34 million NPV savings
- Approval of related documents:
 - Preliminary Official Statement (primary disclosure document)
 - Bond Purchase Agreement

Questions
