



## NOTICE OF BOARD FINANCE & AUDIT COMMITTEE MEETING AND SPECIAL SMUD BOARD OF DIRECTORS MEETING

**TO: Directors Brandon D. Rose, Nancy Bui-Thompson, Gregg Fishman,  
Rob Kerth, Rosanna Herber, and Heidi Sanborn**

This is to notify you that the **Finance & Audit Committee** of the Board of Directors will meet on **Tuesday, October 15, 2019 scheduled to begin at 5:30 p.m.** in the **SMUD Customer Service Center, Rubicon Room** at 6301 S Street, Sacramento, California. This Committee Meeting is noticed as a joint meeting with the Board of Directors for the purpose of compliance with the Brown Act. In order to preserve the function of the Committee as advisory to the Board, members of the Board may attend and participate in the discussions, but no Board action will be taken. The purpose of the meeting will be to review, discuss, and provide the Committee's recommendation on the following item(s):

### DISCUSSION ITEMS

1. Approve a **Memorandum of Understanding** between **Sacramento Municipal Utility District** and the **SMUD Public Safety Officers' Association** for the period October 28, 2019, through December 31, 2022.
2. Contract Change No. 1 to Contract No. 4500117866 with **Hot Line Construction, Inc.** to increase the contract not-to-exceed amount by \$1 million from \$1 million to \$2 million.
3.
  - a. Approve contract change to Contract No. 4500110473 with **United Health Care Insurance Company** approving medical insurance premium rates for the period January 1, 2020, through December 31, 2020; 2020 cost estimated at \$36.1 million.
  - b. Approve contract change to Contract No. 4500043215 with **Kaiser Permanente** approving medical insurance premium rates and extending the contract by one year from January 1, 2020, through December 31, 2020; 2020 cost estimated at \$26.1 million.
4. Adopt the **California Environmental Quality Act (CEQA) Initial Study** and **Final Mitigated Negative Declaration (MND)** for the **Pocket/Greenhaven 69kV Underground Cable Reliability Project**; adopt the **Mitigation Monitoring and Reporting Program**; and approve the **Project**.

5. Authorize SMUD's Accountant to defer recognition of revenue from sales proceeds of Low Carbon Fuel Standard (LCFS) credits as regulatory liabilities and then match revenue recognition to the related expense in the appropriate accounting period for rate-making purposes.

### **INFORMATIONAL ITEMS**

6. Provide the Board with the financial results for the eight-month period ended August 31, 2019.
7. Audit Reports: Status of Recommendations Report for Q3 2019.
8. Provide the Summary of SMUD's Power Supply Costs through August 31, 2019.
9. Public Comment.
10. Summary of Committee Direction.

Dated: October 11, 2019

Dave Tamayo, President  
Board of Directors  
SMUD

*Members of the public wishing to address the Committee 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. The total time allotted to any individual speaker shall not exceed nine (9) minutes for the entire Committee meeting time.*

*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 Committee Meeting.*