

Joint Special Meetings of

Central Valley Financing Authority
(Carson Ice-Gen Project)

Sacramento Cogeneration Authority
(Procter & Gamble Cogeneration Project)

Sacramento Municipal Utility District Financing Authority
(Cosumnes Power Plant)

Sacramento Power Authority
(Campbell and McClellan Projects)

Date: October 15, 2020

Time: Immediately following the SMUD Board of Directors meeting scheduled to begin at 5:30 p.m.

Location: Virtual Meeting (online)



JOINT MEETING NOTICE AND AGENDA

SPECIAL MEETINGS OF THE CENTRAL VALLEY FINANCING AUTHORITY (CVFA), SACRAMENTO COGENERATION AUTHORITY (SCA), SACRAMENTO MUNICIPAL UTILITY DISTRICT FINANCING AUTHORITY (SFA), AND SACRAMENTO POWER AUTHORITY (SPA)

In accordance with the Governor's Executive Order N-29-20 and the Emergency Board Meeting Procedures adopted by the SMUD Board of Directors, the regular Board meeting and other public meetings are closed to the public to align with state, local, and federal guidelines and social distancing recommendations for the containment of the coronavirus.

Live video streams and indexed archives of meetings are available at:

http://smud.granicus.com/ViewPublisher.php?view_id=16

Members of the public may register to provide verbal comments at an upcoming Commission meeting by e-mailing a request to speak to PublicComment@smud.org. Please include the date of the meeting, name, and topic or agenda item the requestor wishes to speak on. The request may also be submitted while the meeting is in progress during the standard time for the agenda item or topic. **Pre-registration is strongly encouraged by no later than 3:00 p.m. on the day of the meeting.**

Members of the public may provide written public comments on a specific agenda item or on items not on the agenda (general public comment) by submitting comments via e-mail. Comments may be submitted to PublicComment@smud.org and will be placed into the record of the meeting.

Members of the public that are listening to or watching the live stream of a Commission meeting and wish to submit written comments on a specific agenda item as it is being heard may submit their comments, limited to 250 words or less, to PublicComment@smud.org, noting the agenda item number in the subject line. The Commission President may read comments for items on the agenda into the record, in his discretion, based upon such factors as the length of the agenda or the number of e-mail comments received. General public comment for items not on the agenda will not be read into the record but will be provided to the Commission and placed into the record of the Commission meeting if it is received within two hours after the meeting ends.

***October 15, 2020 – Immediately following adjournment of the
SMUD Board of Directors meeting scheduled to begin at 5:30 p.m.***

Zoom Webinar Link: [Join Joint Special Meetings of CVFA, SCA, SFA, and SPA Here](#)

Webinar ID: 160 017 2819

Password: 547804

Phone Dial-in Number: 1-669-254-5252

Call to Order.

a. Roll Call.

1. Approval of the Agenda.

Item 2 was reviewed by the Energy Resources & Customer Services Committee on October 14, 2020.

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

Consent Calendar:

2. Authorize the Chief Executive Officer and General Manager to negotiate and execute any and all contracts and documents necessary to effectuate the transfer of assets and obligations of the **Central Valley Financing Authority (CVFA)**, including ownership of **Carson Ice Cogeneration Plant; Sacramento Cogeneration Authority (SCA)**, including ownership of the **Procter & Gamble Cogeneration Plant**; and the **Sacramento Power Authority (SPA)**, including ownership of the **Campbells Cogeneration Plant** and the **McClellan Gas Turbine Plant**, to the **Sacramento Municipal Utility District Financing Authority (SFA)**. Energy Resources & Customer Services Committee 10/14. (Jennifer Davidson)

Public Comment:

3. Items not on the agenda.

Summary of Commission Direction

Dated: October 9, 2020

Rob Kerth, President
Central Valley Finance Authority
Sacramento Cogeneration Authority
Sacramento Municipal Utility District Financing Authority
Sacramento Power Authority

Pursuant to Resolution No. 20-06-08 adopted on June 18, 2020, Emergency Board Meeting Procedures are in effect:

Members of the public may make either a general public comment or comment on a specific agenda item by submitting comments via email. Comments may be submitted to PublicComment@smud.org. Comments will be provided to the Commission and placed into the record of the Commission meeting if it is received within two hours after the meeting ends.

Members of the public that are listening or watching the live stream of a Commission meeting and wish to comment on a specific agenda item as it is being heard, may submit their comments, limited to 250 words or less, to PublicComment@smud.org. The Commission President may read the comments into the record, in his discretion, based upon such factors as the length of the agenda, the number of email comments received, and whether the Commission is in danger of losing a quorum. Comments will be provided to the Commission and placed into the record of the Commission meeting if it is received within two hours after the meeting ends.

Members of the public may register to provide verbal comments at an upcoming Commission meeting by emailing a request to speak to PublicComment@smud.org. Please include the date of the meeting, name, and topic or agenda item the requestor wishes to speak on. The request may also be submitted while the meeting is in progress during the standard time for the agenda item or topic. Pre-registration is strongly encouraged by no later than 3:00 p.m. on the day of the meeting.

ADA Accessibility Procedures: Upon request, SMUD will generally provide appropriate aids and services leading to effective communication for qualified persons with disabilities so that they can participate equally in this virtual meeting. If you need a reasonable auxiliary aid or service for effective communication to participate, please email Toni.Stelling@smud.org, or contact by phone at (916) 732-7143, no later than 48 hours before this virtual meeting.

SSS No. TR20-010

CVFA COMMISSION AGENDA ITEM

Central Valley Financing Authority

STAFFING SUMMARY SHEET

Committee Meeting & Date ERCS 10/14/2020
Commission Meeting Date 10/15/2020

TO	TO
1. Russell Mills	6. Frankie McDermott
2. Ross Gould	7. Nicole Howard
3. Jennifer Restivo	8. Stephen Clemons
4. Lisa Limcaco	9. Legal
5. Pat Durham	10. CEO & General Manager

Consent Calendar	<input checked="" type="checkbox"/>	Yes		No <i>If no, schedule a dry run presentation.</i>	Budgeted	<input checked="" type="checkbox"/>	Yes	No <i>(If no, explain in Cost/Budgeted section.)</i>
FROM (IPR) Ron Jelichich	DEPARTMENT Treasury			MAIL STOP B355	EXT. 6287	DATE SENT 10/6/2020		

NARRATIVE:

Requested Action: Authorize the Chief Executive Officer and General Manager, or his designee, to negotiate and execute any and all contracts and documents necessary to effectuate the transfer of assets and obligations of the Central Valley Financing Authority (CVFA), including ownership of the Carson Ice Cogeneration Plant to the Sacramento Municipal Utility District Financing Authority (SFA).

Summary: On September 20, 2019, CVFA paid off the bonds for the above referenced plant which provides CVFA greater latitude to consolidate with SFA because bond investors are no longer involved. Staff proposes transferring the plant to SFA to recognize administrative efficiencies through consolidation of activities, primarily in the Accounting and Budget areas due to reduced financial reporting and budget activities. It will also reduce the time required by the CVFA Commission because annual budgets will be merged into SFA.

Board Policy: SD-2, Competitive Rates
(Number & Title)

Benefits: Administrative labor efficiencies and reduced outside service administrative costs.

Cost/Budgeted: The combined project costs for CVFA and the other JPAs for implementing this project include upfront costs of approximately \$400,000, offset by approximate annual savings of \$175,000, providing a payback of 2.3 years.

Alternatives: Maintain assets with CVFA and forgo cost savings.

Affected Parties: Power Generation, Accounting, Budget, Environmental & Real Estate Services, Enterprise Technology, and Treasury

Coordination: Treasury and Power Generation

Presenter: Ron Jelichich, Assistant Treasurer

Additional Links:

SUBJECT CVFA Transfer of Assets	ITEM NO. (FOR LEGAL USE ONLY) 2[1]
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ITEMS SUBMITTED AFTER DEADLINE WILL BE POSTPONED UNTIL NEXT MEETING.

RESOLUTION NO. 20-CVFA-10-_____

WHEREAS, the **Central Valley Financing Authority (CFVA)** owns the **Carson Ice Cogeneration Plant (Carson Ice)**; and

WHEREAS, transferring these power generation assets will not entail a change in the operation and maintenance or the operating conditions of the assets, and will not, therefore, have the potential to cause a significant impact on the environment; and

WHEREAS, transferring the assets and obligations of **CVFA**, including ownership of **Carson Ice**, to the **Sacramento Municipal Utility District Financing Authority (SFA)** will allow for labor and administrative efficiencies and result in annual savings; **NOW, THEREFORE**,

**BE IT RESOLVED BY THE COMMISSIONERS
OF THE CENTRAL VALLEY FINANCING AUTHORITY:**

That this Commission hereby authorizes the Chief Executive Officer and General Manager, or his designee, to negotiate and execute any and all contracts and documents necessary to effectuate the transfer of assets and obligations of the **Central Valley Financing Authority**, including ownership of the **Carson Ice Cogeneration Plant**, to the **Sacramento Municipal Utility District Financing Authority**.

SSS No. TR20-011

SCA COMMISSION AGENDA ITEM

**Sacramento Cogeneration Authority
STAFFING SUMMARY SHEET**

Committee Meeting & Date ERCS 10/14/2020
Commission Meeting Date 10/15/2020

TO	TO
1. Russell Mills	6. Frankie McDermott
2. Ross Gould	7. Nicole Howard
3. Jennifer Restivo	8. Stephen Clemons
4. Lisa Limcaco	9. Legal
5. Pat Durham	10. CEO & General Manager

Consent Calendar	<input checked="" type="checkbox"/>	Yes		No <i>If no, schedule a dry run presentation.</i>	Budgeted	<input checked="" type="checkbox"/>	Yes		No <i>(If no, explain in Cost/Budgeted section.)</i>
FROM (IPR) Ron Jelichich	DEPARTMENT Treasury				MAIL STOP B355	EXT. 6287	DATE SENT 10/6/2020		

NARRATIVE:

Requested Action: Authorize the Chief Executive Officer and General Manager, or his designee, to negotiate and execute any and all contracts and documents necessary to effectuate the transfer of assets and obligations of the Sacramento Cogeneration Authority (SCA), including ownership of the Procter & Gamble Cogeneration Plant, to the Sacramento Municipal Utility District Financing Authority (SFA).

Summary: On September 20, 2019, SCA paid off the bonds for the above referenced plant which provides SCA greater latitude to consolidate with SFA because bond investors are no longer involved. Staff proposes transferring the plants to SFA to recognize administrative efficiencies through consolidation of activities, primarily in the Accounting and Budget areas due to reduced financial reporting and budget activities. It will also reduce the time required by the SCA Commission because annual budgets will be merged into SFA

Board Policy: SD-2, Competitive Rates
(Number & Title)

Benefits: Administrative labor efficiencies and reduced outside service administrative costs.

Cost/Budgeted: The combined project costs for SCA and the other JPAs for implementing this project include upfront costs of approximately \$400,000, offset by approximate annual savings of \$175,000, providing a payback of 2.3 years.

Alternatives: Maintain assets with SCA and forgo cost savings.

Affected Parties: Power Generation, Accounting, Budget, Environmental & Real Estate Services, Enterprise Technology, and Treasury

Coordination: Treasury and Power Generation

Presenter: Ron Jelichich, Assistant Treasurer

Additional Links:

SUBJECT SCA Transfer of Assets	ITEM NO. (FOR LEGAL USE ONLY) 2[i]
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ITEMS SUBMITTED AFTER DEADLINE WILL BE POSTPONED UNTIL NEXT MEETING.

RESOLUTION NO. 20-SCA-10-_____

WHEREAS, the **Sacramento Cogeneration Authority (SCA)** owns the **Procter & Gamble Cogeneration Plant (Procter & Gamble)**; and

WHEREAS, transferring these power generation assets will not entail a change in the operation and maintenance or the operating conditions of the assets, and will not, therefore, have the potential to cause a significant impact on the environment; and

WHEREAS, transferring the assets and obligations of **SCA**, including ownership of **Procter & Gamble**, to the **Sacramento Municipal Utility District Financing Authority (SFA)** will allow for labor and administrative efficiencies and result in annual savings; **NOW, THEREFORE**,

**BE IT RESOLVED BY THE COMMISSIONERS
OF THE SACRAMENTO COGENERATION AUTHORITY:**

That this Commission hereby authorizes the Chief Executive Officer and General Manager, or his designee, to negotiate and execute any and all contracts and documents necessary to effectuate the transfer of assets and obligations of the **Sacramento Cogeneration Authority**, including ownership of the **Procter & Gamble Cogeneration Plant**, to the **Sacramento Municipal Utility District Financing Authority**.

SSS No. TR20-009

SPA COMMISSION AGENDA ITEM

**Sacramento Power Authority
STAFFING SUMMARY SHEET**

Committee Meeting & Date ERCS 10/14/2020
Commission Meeting Date 10/15/2020

TO	TO
1. Russell Mills	6. Frankie McDermott
2. Ross Gould	7. Nicole Howard
3. Jennifer Restivo	8. Stephen Clemons
4. Lisa Limcaco	9. Legal
5. Pat Durham	10. CEO & General Manager

Consent Calendar	<input checked="" type="checkbox"/>	Yes		No <i>If no, schedule a dry run presentation.</i>	Budgeted	<input checked="" type="checkbox"/>	Yes		No <i>(If no, explain in Cost/Budgeted section.)</i>
FROM (IPR) Ron Jelichich	DEPARTMENT Treasury				MAIL STOP B355	EXT. 6287	DATE SENT 10/6/2020		

NARRATIVE:

Requested Action: Authorize the Chief Executive Officer and General Manager, or his designee, to negotiate and execute any and all contracts and documents necessary to effectuate the transfer of assets and obligations of the Sacramento Power Authority (SPA), including ownership of the Campbells Cogeneration Plant and the McClellan Gas Turbine Plant, to the Sacramento Municipal Utility District Financing Authority (SFA).

Summary: On July 1, 2015, SPA paid off the bonds for the above referenced plants which provides SPA greater latitude to consolidate with SFA because bond investors are no longer involved. Staff proposes transferring the plants to SFA to recognize administrative efficiencies through consolidation of activities, primarily in the Accounting and Budget areas due to reduced financial reporting and budget activities. It will also reduce the time required by the SPA Commission because annual budgets will be merged into SFA.

Board Policy: SD-2, Competitive Rates
(Number & Title)

Benefits: Administrative labor efficiencies and reduced outside service administrative costs.

Cost/Budgeted: The combined project costs for SPA and the other JPAs for implementing this project include upfront costs of approximately \$400,000, offset by approximate annual savings of \$175,000, providing a payback of 2.3 years.

Alternatives: Maintain assets with SPA and forgo cost savings.

Affected Parties: Power Generation, Accounting, Budget, Environmental & Real Estate Services, Enterprise Technology, and Treasury

Coordination: Treasury and Power Generation

Presenter: Ron Jelichich, Assistant Treasurer

Additional Links:

SUBJECT SPA Transfer of Assets	ITEM NO. (FOR LEGAL USE ONLY) 2[iii]
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ITEMS SUBMITTED AFTER DEADLINE WILL BE POSTPONED UNTIL NEXT MEETING.

RESOLUTION NO. 20-SPA-10-_____

WHEREAS, the **Sacramento Power Authority (SPA)** owns the **Campbells Cogeneration Plant (Campbells Cogen)** and the **McClellan Gas Turbine Plant (McClellan)**; and

WHEREAS, transferring these power generation assets will not entail a change in the operation and maintenance or the operating conditions of the assets, and will not, therefore, have the potential to cause a significant impact on the environment; and

WHEREAS, transferring the assets and obligations of **SPA**, including ownership of **Campbells Cogen** and **McClellan**, to the **Sacramento Municipal Utility District Financing Authority (SFA)** will allow for labor and administrative efficiencies and result in annual savings; **NOW, THEREFORE**,

**BE IT RESOLVED BY THE COMMISSIONERS
OF THE SACRAMENTO POWER AUTHORITY:**

That this Commission hereby authorizes the Chief Executive Officer and General Manager, or his designee, to negotiate and execute any and all contracts and documents necessary to effectuate the transfer of assets and obligations of the **Sacramento Power Authority**, including ownership of the **Campbells Cogeneration Plant** and the **McClellan Gas Turbine Plant**, to the **Sacramento Municipal Utility District Financing Authority**.

SSS No. TR20-012

SFA COMMISSION AGENDA ITEM

**SMUD Financing Authority
STAFFING SUMMARY SHEET**

Committee Meeting & Date ERCS 10/14/2020
Commission Meeting Date 10/15/2020

TO	TO
1. Russell Mills	6. Frankie McDermott
2. Ross Gould	7. Nicole Howard
3. Jennifer Restivo	8. Stephen Clemons
4. Lisa Limcaco	9. Legal
5. Pat Durham	10. CEO & General Manager

Consent Calendar	<input checked="" type="checkbox"/>	Yes		No <i>If no, schedule a dry run presentation.</i>	Budgeted	<input checked="" type="checkbox"/>	Yes		No <i>(If no, explain in Cost/Budgeted section.)</i>
FROM (IPR) Ron Jelichich	DEPARTMENT Treasury				MAIL STOP B355	EXT. 6287	DATE SENT 10/6/2020		

NARRATIVE:

Requested Action: Authorize the Chief Executive Officer and General Manager, or his designee, to negotiate and execute any and all contracts and documents necessary to effectuate the transfer of assets and obligations of the Central Valley Financing Authority (CVFA), including ownership of the Carson Ice Cogeneration Plant; Sacramento Cogeneration Authority (SCA), including ownership of the Procter & Gamble Cogeneration Plant; and the Sacramento Power Authority (SPA), including ownership of the Campbells Cogeneration Plant and the McClellan Gas Turbine Plant, to the Sacramento Municipal Utility District Financing Authority (SFA).

Summary: In 2015 and 2019, CVFA, SCA, and SPA paid off the bonds for the above referenced plants which provides them greater latitude to consolidate with SFA because CVFA, SCA, and SPA bond investors are no longer involved. Staff proposes transferring the plants to SFA to recognize administrative efficiencies through consolidation of activities, primarily in the Accounting and Budget areas due to reduced financial reporting and budget activities. It will also reduce the time required by the CVFA, SCA, and SPA Commissions because annual budgets will be merged into SFA.

Board Policy: SD-2, Competitive Rates
(Number & Title)

Benefits: Administrative labor efficiencies and reduced outside service administrative costs.

Cost/Budgeted: The combined project costs for SFA and the other JPAs for implementing this project include upfront costs of approximately \$400,000, offset by approximate annual savings of \$175,000, providing a payback of 2.3 years.

Alternatives: Maintain assets with CVFA, SCA, and SPA and forgo cost savings.

Affected Parties: Power Generation, Accounting, Budget, Environmental & Real Estate Services, Enterprise Technology, and Treasury

Coordination: Treasury and Power Generation

Presenter: Ron Jelichich, Assistant Treasurer

Additional Links:

SUBJECT SFA Transfer of Assets	ITEM NO. (FOR LEGAL USE ONLY) 2[iv]
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ITEMS SUBMITTED AFTER DEADLINE WILL BE POSTPONED UNTIL NEXT MEETING.

RESOLUTION NO. 20-SFA-10-_____

WHEREAS, the **Central Valley Financing Authority (CFVA)** owns the **Carson Ice Cogeneration Plant (Carson Ice)**; and

WHEREAS, the **Sacramento Cogeneration Authority (SCA)** owns the **Procter & Gamble Cogeneration Plant (Procter & Gamble)**; and

WHEREAS, the **Sacramento Power Authority (SPA)** owns the **Campbells Cogeneration Plant (Campbells Cogen)** and the **McClellan Gas Turbine Plant (McClellan)**; and

WHEREAS, transferring these power generation assets will not entail a change in the operation and maintenance or the operating conditions of the assets, and will not, therefore, have the potential to cause a significant impact on the environment; and

WHEREAS, transferring the assets and obligations of **CVFA**, including ownership of **Carson Ice**; **SCA**, including ownership of **Procter & Gamble**; and **SPA**, including ownership of **Campbells** and **McClellan**, to the **Sacramento Municipal Utility District Financing Authority (SFA)** will allow for labor and administrative efficiencies and result in annual savings; **NOW, THEREFORE**,

**BE IT RESOLVED BY THE COMMISSIONERS
OF THE SACRAMENTO MUNICIPAL UTILITY DISTRICT FINANCING AUTHORITY:**

That this Commission hereby authorizes the Chief Executive Officer and General Manager, or his designee, to negotiate and execute any and all contracts and documents necessary to effectuate the transfer assets and obligations of the **Central Valley Financing Authority**, including ownership of the **Carson Ice Cogeneration**

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Plant; the Sacramento Cogeneration Authority, including ownership of the **Procter & Gamble Cogeneration Plant**; and the **Sacramento Power Authority**, including ownership of the **Campbells Cogeneration Plant** and the **McClellan Gas Turbine Plant**, to the **Sacramento Municipal Utility District Financing Authority**.