

Exhibit to Agenda Item #12

Approve the issuance of **SMUD 2021 Series I Revenue Refunding Bonds**, authorize the distribution of the **Preliminary Official Statement**, and authorize the Chief Executive Officer/General Manager to execute documents necessary to complete the refunding transaction, including the **Bond Purchase Agreement**.

Board of Directors Meeting

Thursday, June 17, 2021, scheduled to begin at 5:30 p.m.

Virtual Meeting (online)

Bond Refunding Transaction & Authorization

- Approve Issuance of the 2021 Series I Refunding Bonds
 - Purpose: to refund remaining \$127 million of 2011 X bonds
 - Issue approximately \$106 million of fixed rate bonds maturing from 2022 to 2028
 - Termination of forward starting interest rate swap (hedge) entered in 2019
 - Savings: **\$23 million NPV savings** - over \$3 million per year through 2028
- Approve all necessary financing documents including:
 - Preliminary Official Statement (primary disclosure document)
 - Bond Purchase Agreement

SB 450: Public Disclosure Requirement Related to Bond Issuance

Government Code Section 5852.1 requires a Good Faith Estimate of Costs provided by Underwriter/Financial Advisor

2021 Series I Refunding Bonds

– True Interest Cost (TIC)	1.16%
– Cost of Issuance	\$712,250
– Bond Proceeds	\$130,385,954
– Total Payment Amount (All Debt Service and Fees)	\$133,568,985**

***Note: “Total Payment Amount” on Refunded bonds was \$157 million, producing savings of \$23 million*

Bond Sale Schedule

June 17 th	Board Approval
June 18 th	Post POS/Begin marketing bonds
June 23 rd	Pricing
July 14 th	Closing

Questions?