
**Addendum to the General Manager's Report and
Recommendation on**

Open Access Transmission Tariff

***Addendum No. 1
June 16, 2011***

A Sacramento Municipal Utility District Publication

Addendum No. 1 to the General Manager's Report and
Recommendation on Open Access Transmission Tariff

June 16, 2011

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For additional copies of this Addendum No. 1, or for information on issues included
in the General Manager's Report and Recommendation on Rates and Services, call
SMUD's Pricing Division at: (916) 732-6222.

ADDENDUM

ADDENDUM NO. 1, DATED JUNE 16, 2011, TO THE GENERAL MANAGER'S REPORT AND RECOMMENDATION ON OPEN ACCESS TRANSMISSION TARIFF DATED APRIL 7, 2011

This Addendum No.1 contains the following parts:

- I. Changes to the General Manager's Report and Recommendation
- II. Environmental Assessment of this Addendum
- III. Revised Tariff

I. Changes to the General Manager's Report and Recommendation

Overview

This Addendum No. 1 proposes to change the effective date of the Open Access Transmission Tariff (OATT) from July 22, 2011 to August 5, 2011.

Public Workshop and Hearing

SMUD has rescheduled the Public Hearing and added an additional Public Workshop to allow more opportunity for customers to comment on the General Manager's Report and Recommendation, Addendum No. 1 issued on May 18, 2011 and this Addendum No. 2. The Public Hearing was originally scheduled for June 16, 2011; it is now scheduled for July 21, 2011. The additional workshop is scheduled for June 30, 2011. The Public Hearing and Workshop will:

- Present an opportunity for customers to join the Board of Directors and SMUD executives in a discussion of utility-related issues.
- Provide a forum to present proposed rates.
- Invite public input and response to questions on the proposed changes.
- Distribute fact sheets describing expected impacts to individual consumer classes.
- Inform customers about ways they can conserve energy to help save money.

Public Workshop and Hearing Schedule

Date & Time	Location	Address
Thursday, June 30, 2011 6:00 p.m.	<i>Workshop</i> SMUD Headquarters Auditorium	6201 S Street Sacramento
Thursday, July 21, 2011 9:00 a.m.	<i>Public Hearing</i> SMUD Headquarters Auditorium	6201 S Street Sacramento

SMUD staff will be on hand at the Public Workshop and Hearing to provide further details on the rate issues addressed in this Addendum, and to answer any questions.

Community Participation

SMUD invites the public to participate in the rate process by providing feedback to SMUD's Board of Directors at the public hearing. In addition, the public can direct specific questions

about a recommendation or the rate process, to Rob Landon, Rates Administrator, at (916) 732-6222 or rates@smud.org.

1. Revise the effective date of the proposed revisions to the Open Access Transmission Tariff from July 22, 2011 to August 5, 2011

Purpose

Due to the postponement of the Public Hearing until July 21, 2011 to provide customers more time to review and comment on the General Manager's proposals, this Addendum proposes to change the effective date of the Open Access Transmission Tariff (OATT) from July 22, 2011 to August 5, 2011.

The General Manager is not recommending any additional change to the OATT Tariff as it was presented in the General Manager's Report and Recommendation.

Revenue Impact

There is no revenue impact associated with postponing the effective dates of these proposals.

Recommendations

The General Manager recommends that the Board of Directors approve the revised effective date of the OATT from July 22, 2011 to August 5, 2011.

II. Environmental Assessment to the Addendum No. 1

- 1.0 Section 21080(b)(8) of the California Public Resources Code and Section 15273 of the California Environmental Quality Act (CEQA) Guidelines (California Code of Regulations, Title 14, Sections 15000, et seq.) provide that CEQA does not apply to the establishment, modification, structuring, restructuring, or approval of rates, tolls, fares, and other charges by public agencies which the public agency finds are for the purpose of:
 - (1) meeting operating expenses, including employee wage rates and fringe benefits;
 - (2) purchasing or leasing supplies, equipment, or materials;
 - (3) meeting financial reserve needs and requirements;
 - (4) obtaining funds for capital projects necessary to maintain service within existing service areas; or
 - (5) obtaining funds necessary to maintain such intra-city transfers as are authorized by city charter.
- 2.0 Section 15061(b)(3) of the CEQA Guidelines provides that where it can be said with certainty that there is no possibility that the activity in question may have a significant effect on the environment, the activity is not subject to CEQA.
- 3.0 The proposed action to revise the effective date of the OATT from July 22, 2011 to August 5, 2011, is for the purposes set forth in (1) through (4) of Section 1.0 of the Environmental Assessment. Therefore, this rate action is exempt from the requirements of CEQA.

III. Revised Tariff

Open Access Transmission Tariff

Adopted February 5, 2004

Revised August 5, 2011

[All other pages of the Open Access Transmission Tariff remain unchanged and can be found in Volume 2 of the April 7, 2011 General Manager's Report and Recommendation on the Open Access Transmission Tariff.]