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\textsuperscript{th}  Board Approval
June 18\textsuperscript{th}  Post POS/Begin marketing bonds
June 23\textsuperscript{rd}  Pricing
July 14\textsuperscript{th}  Closing
Questions?