

Members of the public wishing to address the Board must complete a sign-up slip at the lobby information center. Statements shall not exceed three minutes, unless the Board President grants special permission.

## ***AGENDA***

### **SACRAMENTO MUNICIPAL UTILITY DISTRICT BOARD OF DIRECTORS' MEETING SMUD AUDITORIUM - 6201 S STREET SACRAMENTO, CALIFORNIA**

***December 7, 2006 – 6:00 p.m.***

Call to Order.

1. Approval of the Agenda.
2. Approval of the minutes of the regular meeting of November 16, 2006.
3. Board of Directors' reports.
  - a. Committee Chair report of December 5, 2006, Finance Committee  
Present the Financial Statement for the District for the ten-month period ending October 31, 2006
  - b. Committee Chair report of December 6, 2006, Integrated Resources & Customer Services Committee
  - c. Other director reports
  - d. President's report
4. General Manager's report.
5. Statements from visitors (non-agenda items).

**Items 11a and 11b were reviewed by the Finance Committee November 8, 9, and the Finance Committee on December 5, 2006. Items 7 and 8 were reviewed by the Finance Committee on December 5, 2006. Items 9 and 10 were reviewed by the Integrated Resources & Customer Services Committee on December 6, 2006.**

#### **Consent Calendar:**

6. Approve Board member compensation for service rendered at the request of the Board (pursuant to Resolution 02-12-14) for the period of November 16, 2006, through November 30, 2006.

7. Approve the creation of a new joint powers authority with the **Sacramento Municipal Utility District Financing Authority (SFA)** called the **Northern California Gas Authority No. 1** for the purpose of acquiring natural gas; amend the **SFA** Joint Powers Agreement to authorize **SFA** to create such a joint powers authority; and authorize the General Manager to develop gas prepay transactions, including preparations for and incurring costs related to the issuance of bonds, appointing **Morgan Stanley** as underwriter for the bonds to be issued for the gas prepayment and appoint **Public Financial Management** as financial advisor for the transaction. Finance Committee 12/5. (Jim Tracy)

8. a. Revise reporting requirements for **BL-10 (Delegation to the General Manager with Respect to Real and Personal Property Policy)**.

b. Revise reporting requirements for **BL-11 (Delegation to the General Manager with Respect to the Settlement of Claims and Litigation)**.

Finance Committee 12/5. (Arlen Orchard)

9. Approve a new **Memorandum of Agreement** with the **Sacramento Tree Foundation** for the period from January 1, 2007 through December 31, 2008, with an option to extend for one additional year, not to exceed \$839,000.00 for 2007, with subsequent years adjusted consistent with the increase in the U. S. Department of Labor Consumer Price Index (CPI). **Integrated Resources and Customer Services Committee 12/6. (John DiStasio)**

10. Authorize the General Manager to execute change orders with **Vestas-American Wind Technology, Inc.** as follows: (a) Change Order No. 3 to Contract No. 4500033187 to convert the Engineering, Procurement and Construction contract option for Phase 2B, 63 MW Wind Project to a firm order and increase funding for Phase 2B by \$6,258,201.00, increasing the total contract price for Phases 2A and 2B from \$110,476,641.00 to \$116,734,842.00; and (b) Change Order No. 1 to Contract No. 4500033217 for Full Service Operation and Maintenance services to increase Phase 2A and 2B funding by \$2,100,000.00 from \$19,824,672.00 to \$21,924,672.00. **Integrated Resources and Customer Services Committee 12/6. (Jim Shetler)**

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### Discussion Calendar:

11. Adopt the following:

a. **2007 District Budget** which, among other things:

- Establishes an Operations and Maintenance Budget of \$911,391,000.00;
- Sets a Debt Service Budget of \$176,781,000.00;
- Authorizes a Capital Budget of \$264,373,000.00;

- Sets a Net Loan Budget of \$7,603,000.00; and
  - Amends the Public Goods Charge from 7.04% to 8.09% of 1994 revenues.
- b. Declaration of Intent to Issue Debt to create \$150,000,000.00 million of additional bonding authority and Intent to Reimburse for capital items defined in the 2007 Budget, potential purchase of natural gas reserves, pipelines or storage facilities, and unreimbursed 2006 capital expenditures.

Finance Committee 11/8, 11/9, and 12/5. (Jim Tracy)

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**FOLLOWING ADJOURNMENT OF THE FOREGOING SMUD BOARD OF DIRECTORS' MEETING, A SPECIAL MEETING OF THE FOLLOWING JOINT POWERS AGENCIES WILL CONVENE:**

**Central Valley Financing Authority  
 Sacramento Cogeneration Authority  
 Sacramento Municipal Utility District Financing Authority  
 Sacramento Power Authority**

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**Board Committee Meetings**

December 5, 2006	Finance Committee	HCC*	4:30 p.m.
December 6, 2006	Integrated Resources & Customer Services Committee	HCC	4:30 p.m.
December 19, 2006	Policy Committee	HCC	4:30 p.m.
December 20, 2006	Strategic Planning Committee	HCC	4:30 p.m.

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**Board of Directors' Meetings held at SMUD Headquarters Building, 6201 S Street, Sacramento**

December 21, 2006	Auditorium	9:00 a.m.
January 11, 2006	Auditorium	6:00 p.m.
January 18, 2006	Auditorium	9:00 a.m.

*\*Headquarters Conference Center located on the first floor of SMUD Headquarters Building, 6201 S Street, Sacramento, CA*

**NOTE:** *Accommodations are available for the disabled public. If you need a hearing assistance device or other aid, please call 916-732-6857 in advance of this Board Meeting.*