



NOTICE OF SPECIAL MEETING

TO: Directors Renée Taylor, Howard Posner, Genevieve Shiroma, Rob Kerth, Larry Carr, and Bill Slaton

This is to notify you that the **Finance & Audit Committee** of the Board of Directors will meet on **Tuesday, October 30, 2012**, scheduled to begin at 5:00 p.m. in the Headquarters Conference Center (HCC), **SMUD Headquarters Building**, 6201 S Street, Sacramento, California. No Board action will be taken. The purpose of the meeting will be to review, discuss, and provide the Committee's recommendation on the following items:

COMMENTS FROM THE PUBLIC ARE WELCOME WHEN THE AGENDA ITEM IS CALLED
MEMBERS OF THE PUBLIC MAY ALSO SPEAK ON ITEMS NOT ON THE AGENDA

DISCUSSION ITEMS

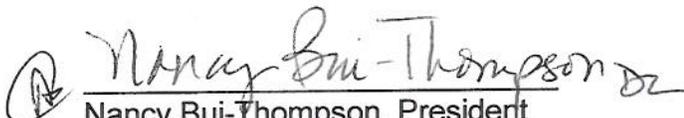
1. a. Approve a **Memorandum of Understanding** between the **Sacramento Municipal Utility District** and the **International Brotherhood of Electrical Workers Local Union 1245** for the period January 1, 2013, through December 31, 2017.
- b. Approve a **Memorandum of Understanding** between the **Sacramento Municipal Utility District** and the **Organization of SMUD Employees** for the period January 1, 2013, through December 31, 2017.
2. a. Adopt the **California Public Employees' Retirement System "Resolution for Employer Paid Member Contributions"** for **International Brotherhood of Electrical Workers Local Union 1245** employees effective January 1, 2013.
- b. Adopt the **California Public Employees' Retirement System "Resolution for Employer Paid Member Contributions"** for **Organization of SMUD Employees** effective January 1, 2013.
3. Award contract to **Savvy Fitness Associates, LLC dba Savvy Health Solutions** in the amount of \$1,045,000.00 to provide management of SMUD Fitness Centers and associated fitness and wellness programs from January 1, 2013, through December 31, 2015, with an option for two one-year extensions in an amount not to exceed \$375,000.00 in the fourth year and not to exceed \$380,000.00 in the fifth year, for a total not to exceed amount of \$1,800,000.00.
4. Award sole source contract to **OSisoft, LLC** for a software license upgrade and integration services to support transmission, distribution and generation operations in the amount of \$4,193,300.00 for the period from October 19, 2012, through October 31, 2022.
5. a. Approve revision to **Board-Staff Linkage BL-3, Board Internal Auditor Relationship**.

- b. Approve Amendment No. 1 to the Employment Agreement between the **Sacramento Municipal Utility District** and the **General Manager** to reflect the revision to **Board-Staff Linkage BL-3, Board Internal Auditor Relationship**.

INFORMATIONAL ITEMS

6. Enterprise Risk Management Update.
7. Provide the Board with the financial results for the nine-month period ended September 30, 2012.
8. Audit Reports: North American Electric Reliability Corporation (NERC) Reliability Compliance Program - SMUD; Status of Outstanding Audit Recommendations – September 30, 2012; Cash Disbursement; and Grant Projects – Anatolia & Cred.
9. Provide the summary of SMUD's Power Supply Costs through September 30, 2012.
10. Presentation on Three-Year Financial Forecast.

Dated: October 26, 2012


Nancy Bui-Thompson, President
Board of Directors
Sacramento Municipal Utility District

Note: Accommodations are available for the disabled public. If you need a hearing assistance device or other aid, please call (916) 732-6147 in advance of this meeting.

Members of the public wishing to inspect public documents related to agenda items may call (916) 732-6147 to arrange for inspection of the documents at the SMUD Headquarters Building, 6201 S Street, Sacramento, California 95817.