



SMUD

SACRAMENTO MUNICIPAL UTILITY DISTRICT
The Power To Do More.™

P.O. Box 15830, Sacramento, CA 95852-1830; 1-888-742-SMUD (7683)

NOTICE OF SPECIAL MEETING

TO: Directors Genevieve Shiroma, Larry Carr, Bill Slaton, Renée Taylor, Rob Kerth and Nancy Bui

This is to notify you that the **Finance Committee** of the Board of Directors will meet on **Tuesday, March 3, 2009, at 5 p.m.** in the **Headquarters Conference Center (HCC) of the SMUD Administration Building** at 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

INFORMATIONAL ITEMS

1. 2008 District Procurement Policy Quarterly Report – 4th Quarter.
2. Audit of Personal Protective Equipment.
3. Provide information on the 2009 department plan for Audit and Quality Services.
4. Present Audited Results for 2008.
5. Provide the Board with the financial results for the one-month period ended January 31, 2009.
6. Provide the summary of the District's Power Supply Costs through January 31, 2009.

DISCUSSION ITEMS

7. Authorize the negotiation and execution of amendments to the **Gas Supply Agreement** with the **Northern California Gas Authority No. 1** to effectuate reduced natural gas deliveries.
8. Authorize General Manager and CEO, and Treasurer to:
 - a. Proceed with preparations for and incur costs related to the issuance of up to \$200 million in new debt to reimburse SMUD for 2008 capital expenditures, as well as to fund the 2009 capital budget; and
 - b. Proceed with refunding activities for any of SMUD's outstanding senior revenue bonds that have a net present value savings of at least 4 percent or greater for a fixed rate refunding, or 6 percent or greater for synthetic structures; and
 - c. Enter into interest rate swap agreements or forward purchase agreements as necessary to lock in refunding savings or to hedge interest rate risk.

SACRAMENTO COGENERATION AUTHORITY

9. Authorize the General Manager and CEO, the Treasurer, or the designee of either, to undertake activities to refund up to \$67,840,000.00 of the Sacramento Cogeneration Authority Cogeneration Project Revenue Refunding Bonds 1998 Series.

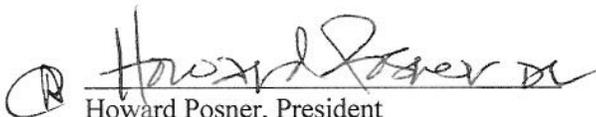
NORTHERN CALIFORNIA GAS AUTHORITY No. 1

10. Authorize investment of NCGA1 monies in the **State of California Local Agency Investment Fund**.
11. a. Authorize the negotiation and execution of a **Master Agreement with Morgan Stanley & Co. Incorporated** allowing for the purchase and cancellation of up to \$418.5 million of NCGA1 Series 2007B Bonds; and
- b. Authorize the negotiation and execution of amendments to the **Gas Purchase Agreement**, the **Gas Supply Agreement**, and other agreements relating to the Bonds.

CENTRAL VALLEY FINANCING AUTHORITY

12. Authorize the General Manager and CEO, the Treasurer, or the designee of either, to undertake activities to refund up to \$55,225,000.00 of the Central Valley Financing Authority Cogeneration Project Revenue Refunding Bonds 1998 Series.

Dated: February 27, 2009



Howard Posner, 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 contact Debbie Nevius at (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.