Special Meeting of

Sacramento Municipal Utility District Financing Authority

Campbell Power Plant Carson Power Plant Cosumnes Power Plant McClellan Power Plant Procter & Gamble Power Plant

- Date: September 19, 2024
- Time: Immediately following the SMUD Board of Directors meeting scheduled to begin at 6:00 p.m.
- Location: Auditorium, SMUD Headquarters Building, 6201 S Street, Sacramento, California

NOTICE AND AGENDA

SPECIAL MEETING OF THE SACRAMENTO MUNICIPAL UTILITY DISTRICT FINANCING AUTHORITY (SFA)

SMUD HEADQUARTERS BUILDING AUDITORIUM – 6201 S STREET SACRAMENTO, CALIFORNIA

September 19, 2024 – Immediately following adjournment of the SMUD Board of Directors meeting scheduled to begin at 6:00 p.m.

Virtual Viewing or Attendance:

Live video streams (view-only) and indexed archives of meetings are available at: http://smud.granicus.com/ViewPublisher.php?view_id=16

Zoom Webinar Link: Join Special SFA Meeting Here Webinar/Meeting ID: 160 195 7615 Passcode: 061865 Phone Dial-in Number: 1-669-254-5252 or 1-833-568-8864 (Toll Free)

Verbal Public Comment:

Members of the public may provide verbal public comment by:

- Completing a sign-up form at the table outside of the meeting room and giving it to SMUD Security.
- Using the "Raise Hand" feature in Zoom (or pressing *9 while dialed into the telephone/toll-free number) during the meeting at the time public comment is called. Microphones will be enabled for virtual or telephonic attendees when the commenter's name is announced.

Written Public Comment:

Members of the public may provide written public comment on a specific agenda item or on items not on the agenda (general public comment) by submitting comments via email to <u>PublicComment@smud.org</u> or by mailing or bringing physical copies to the meeting. Email is not monitored during the meeting. Comments will not be read into the record but will be provided to the Commissioners and placed into the record of the meeting if received within two hours after the meeting ends.

Call to Order. a. Roll Call.

1. Approval of the Agenda.

Comments from the public are welcome when these agenda items are called.

Consent Calendar:

2. Approve proposed amendment to the **2024 SFA Budget Resolution** to augment the Capital Expenditures line item by \$6.2 million. Finance and Audit Committee 9/17. (Lora Anguay)

Public Comment:

3. Items not on the agenda.

Summary of Commission Direction

Dated: September 11, 2024

Rosanna Herber, President Sacramento Municipal Utility District Financing Authority

*The Auditorium is located in the lobby of the SMUD Headquarters Building, 6201 S Street, Sacramento, California.

Members of the public shall have up to three (3) minutes to provide public comment on items on the agenda or items not on the agenda, but within the jurisdiction of SFA. The total time allotted to any individual speaker shall not exceed nine (9) minutes.

Members of the public wishing to inspect public documents related to agenda items may click on the Information Packet link for this meeting on the <u>smud.org</u> website or may call 1-916-732-7143 to arrange for inspection of the documents at the SMUD Headquarters Building, 6201 S Street, Sacramento, California.

ADA Accessibility Procedures: Upon request, SMUD will generally provide appropriate aids and services leading to effective communication for qualified persons with disabilities so that they can participate equally in this meeting. If you need a reasonable auxiliary aid or service for effective communication to participate, please email <u>Toni.Stelling@smud.org</u>, or contact by phone at 1-916-732-7143, no later than 48 hours before this meeting.

SSS No. SFA JPA 24-0001

SFA COMMISSION AGENDA ITEM SACRAMENTO MUNICIPAL UTILITY DISTRICT FINANCING AUTHORITY

Committee Meeting & Date Finance & Audit – 09/17/24 Commission Meeting Date September 19, 2024

DISTRICT FINANCING AUTHORITY
STAFFING SUMMARY SHEET

1. Russell Mills 6. 2. Joshua Langdon 7. 3. Lora Anguay 8. 4. Scott Martin 9. Legal 5. Jose Bodipo-Memba 10. CEO & General Manager Consent Calendar X Yes No If no. schedule a dry run presentation. Budgeted Yes X No (If no. explain in Cost/Budgeted Section) FROM (PR) Lauric Johnson Power Generation/Thermal Generation MAIL STOP EXT. DATE SENT NARRATIVE: Approve proposed amendment to the 2024 SFA Budget Resolution to augment the Capital Expenditures line item by \$6.2 million for Sacramento Municipal Utility District (SMUD) and the Modesto Irrigation District (MID) and its fleet of assets currently consists of five separate thermal plants: Campbell Power Plant (Calmpbell), Carson Power Plant (Carson), Cosumnes Power Plant (CPP), McClellan Power Plant (McClellan), and Procter & Gamble Power Plant (PAG). The 2024 Budget Augmentation will cover additional Capital Cast to be incurred by the JPA thermal fleet in operating and maintaining the power plants. The budget amount is based on the following 3 additions that will affect the JPA: 1) CPP Turndown (equipment) - Thermal Transition Project, 2) Procurement of a CPP Spare Transformer, and 3) Discoveris at CPP. Board Policy: Strategic Direction SD-4, Reliability; Strategic Direction SD-7, Environmental Leadership Beneffits: Approval of the 20						Т	0																							ТО											
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Additional Links:

SUBJECT

2024 SFA Capital Budget Augmentation

ITEM NO. (FOR LEGAL USE ONLY)

ITEMS SUBMITTED AFTER DEADLINE WILL BE POSTPONED UNTIL NEXT MEETING.

ТЗАЯО

CPP Turndown Project Description: Additional Cost to 2024 JPA Budget:\$3,500,000

Install GE's Axial Fuel Staging (AFS) and Overboard Bleed (OBB) on both gas turbines. These products will allow CPP to reduce MW output while keeping both gas turbines online, resulting in an estimated \$4,000,000/year savings in fuel, a 27% reduction in CO2 at CPP (~15% of total thermal generation), plus additional ET&C benefits. Installation is scheduled for Q4 2025.

CPP Spare Transformer Description: Additional Cost to 2024 JPA Budget: \$2,400,000

Purchase spare transformer as part of Transformer Contingency Plan for use at CPP tor increased reliability and risk mitigation. Currently there is no spare transformer onsite, and the steam turbine transformer does not have redundancy, which would lead to significant plant downtime in the event of a steam turbine GSU transformer tailure. This transformer will be designed with a low-side tap changer to allow for use in either gas turbine or steam turbine GSU transformer.

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DRAFT

RESOLUTION NO.

WHEREAS, by Resolution No. 23-SFA-12-01, adopted on December 14,

2023, this Commission approved the 2024 Sacramento Municipal Utility District

Financing Authority (SFA) Budget Resolution, including a line item expenditure for

\$7,625,000 for Capital Expenditures; and

WHEREAS, there is now a need to augment the 2024 SFA Budget, which

will increase the line item expenditure for Capital Expenditures by \$6,200,000, NOW,

THEREFORE,

BE IT RESOLVED BY THE COMMISSIONERS OF THE SACRAMENTO MUNICIPAL UTILITY DISTRICT FINANCING AUTHORITY:

Section 1. Section 2. of Resolution No. 23-SFA-12-01 is hereby amended to increase the funds budgeted for the line item for Capital Expenditures to \$13,825,000.

Section 2. In all other respects, the 2024 SFA Budget Resolution is reaffirmed.