Addition to Exhibit A: VCEA/SMUD Master Services Agreement
Task Order 5
Long Term Renewable Energy Procurement

SMUD and VCEA agree to the following services, terms and conditions described in this Task Order. This Task Order 5 is for Long Term Renewable Energy Procurement ("Task Order 5"), the provisions of which are subject to the terms and conditions of the Master Professional Services Agreement ("Agreement") between the Parties. If any provisions of this Task Order 5 conflict with any provisions in the Agreement, the provisions of this Task Order 5 shall take precedence.

The Effective Date of this Task Order 5 is the date of the last signature below.

A. SCOPE OF WORK

SMUD will issue a solicitation and negotiate Power Purchase Agreements (PPA’s) for renewable or other designated resources on behalf of VCEA. VCEA and the successful proposer or proposers will be the parties to the resulting PPA’s. The Scope of Work consists of six tasks as defined below:

1 Task 1: Request for Offers Package Development

1.1 Define Scope of Solicitation

Utilizing the stakeholder discussions from the Integrated Resource Planning Process, and decisions made during that process, SMUD will draft the scope of the solicitation. Items to be considered include:

- Local and non-local (what is local) what is non-local
- Technologies desired (which may include large hydro, for example)
- Define notional capacity/annual energy quantities
- Term(s) of PPAs
- Cost constraints
- Storage (Battery) Integration
- Other factors

This task includes an email review cycle and conference call with VCEA staff.

1.2 Prepare the Solicitation Document

Starting with an existing SMUD solicitation template, SMUD will draft the preliminary solicitation document for VCEA’s Long Term Renewable Energy Procurement.

1.3 RFO Solicitation Document Stakeholder Review Cycle

Review the scope draft, and the solicitation document with VCEA staff and Community Advisory Committee. This subtask may include one or more conference calls, as warranted, and includes one in-person consolidated review session. (Additional sessions would be at additional cost).
2 Task 2: Solicitation

2.1 Set Up SMUD EBSS System

SMUD will utilize its Electronic Bid Solicitation System, which has a large number of suppliers signed up to receive solicitation notices via email. SMUD will provide VCEA with a list of suppliers signed-up to receive bid notices for energy procurements from SMUD’s EBSS. The system will be set up to send notices to registrants signed up to receive notifications for “solar,” “wind,” and other subcategories under the “renewable” category, and other technologies per discussion between SMUD and VCEA. This step will include emailing sign-up notices to any potential suppliers that have contacted VCEA directly or that VCEA want to include. The registration page for SMUD’s EBSS can be found at this URL:


2.2 Plan/Hold Bidders Conference (WebEx)

SMUD will plan and conduct a bidders’ conference using WebEx to walk through the solicitation document and to field questions. VCEA staff will be available to participate in the bidders’ conference.

2.3 Manage Bidder Questions

SMUD will document and reply to bidder questions. This includes reposting questions and answers to the EBSS for the benefit of all potential respondents.

2.4 Intake of Solicitations

SMUD will process the incoming proposals, catalog, and post the proposals on a file sharing site for VCEA staff access.

2.5 Review and Compile Offer Data

SMUD will review all offers and compile data into spreadsheets for Rating and Ranking. VCEA will be provided a copy of the initial list of all proposals received.

3 Task 3: Evaluation

Task 3 and each of its sub-tasks has been costed assuming the list of all potential projects will be screened down to, and due diligence performed on, the top 10 projects. There may be additional costs if VCEA requests that SMUD perform due diligence on more than ten (10) projects.

3.1 Initial Screening

Based upon required information submittals, SMUD will screen proposals on criteria such as: price; how far along the project is in the development stage; fit with technology criteria; whether a project fits within the criteria for local and non-local siting; whether proposed technology/equipment is commercial (versus research, and/or pre-commercial); and, developer financial strength/backing. SMUD will
provide VCEA with the detailed results of the initial screening, including the itemized score for each proposer.

3.2 Solicit Additional Information for Screened Proposals

SMUD and VCEA will determine which proposals pass the initial screening process. For the proposals passing screening, SMUD will request additional information on: CAISO Interconnection Process status, Project Development Status, Project Team References, level of site control, status of equipment procurement, detailed annual energy production estimates, and other factors relevant to the selection process.

3.3 Conduct Due Diligence

SMUD will conduct due diligence on each proposal that passes screening. Due diligence will be conducted to verify: CAISO Interconnection Process status; development status; experience of development team; status of site control; status of equipment procurement; review and analysis of detailed annual energy production estimates; and, etc.

If review is required for non-standard technologies (such as a renewable resource with integrated battery storage, or other factors which may increase a given project’s complexity), due diligence costs could increase accordingly.

3.4 Pricing and Valuation Analysis

SMUD will conduct a valuation analysis based upon historical nodal pricing to determine the implicit energy value for each project, and will perform a Resource Adequacy value assessment for each. The cost of financial security will be included, based upon each proposers stated size of letter of credit required. The result of the analysis will be an implicit cost of the renewable premium, which could be either negative (high value) or positive (value not as high).

If evaluation is required for non-standard technologies (such as a renewable resource with integrated battery storage, or other factors which may increase a given project’s complexity), pricing and valuation analysis costs could increase accordingly.

3.5 Rating and Ranking

SMUD will develop and populate a proposal rating matrix, based on assessment of information from the proposals, SMUD’s pricing and evaluation analysis, and the due diligence checks. This task will include an in-person review of the proposals’ rating and ranking with VCEA staff, and may include several conference calls as warranted or requested by VCEA or SMUD.

If additional in-person review cycles are requested, there may be additional cost.

4 Task 4: Selection/Short Listing

4.1 Review Ratings/Rankings and Recommendations with Stakeholders
Review with VCEA staff and Community Advisory Committee. This task includes one preparatory conference call between VCEA and SMUD, and one in-person consolidated review session with incorporation of feedback.

If additional review sessions are requested, there may be additional cost.

4.2 Develop Bidder Short List

From the feedback received in Task 4.1, SMUD, in consultation with VCEA staff, will re-rank screened proposals and develop a short list for negotiations. This task includes review (in-person and/or via conference call) with VCEA staff for concurrence on final Short List.

5 Task 5: Negotiation

Costs for Task 5 and each of its sub-tasks has been costed assuming that the short list consists of up to four projects. Task Fees are based on time and materials rates. There may be additional costs for additional projects added to the short list, and/or if particular projects are especially complex from a business or technical perspective.

5.1 Develop/Present Term Sheets

SMUD, in consultation with VCEA staff, will develop and present term sheets to the short-listed entities.

5.2 Negotiate Basic Commercial Terms

SMUD will negotiate basic commercial terms for any proposed Power Purchase Agreement(s), and will modify term sheets as appropriate. This task includes review by VCEA staff and counsel, and does not include review by additional stakeholders. Costs may be higher if review is required by other VCEA stakeholders.

5.3 Coordinate Letters of Intent/Non-Disclosure Agreements

SMUD will coordinate development and execution of Letters of Intent/Non-Disclosure Agreements by short-listed bidders and VCEA’s General Manager.

6 Task 6: Contracting

Costs for Task 6 and each of its sub-tasks have been estimated assuming that contract negotiations proceed on up to four projects. Task fees are based on time and materials rates and there may be additional costs for additional projects added to the short list and/or if particular projects are especially complex from a technical or contracting perspective.

6.1 Develop Standard Form PPA

Using existing PPA templates, SMUD will develop a standard form Renewable Power Purchase Agreement for inclusion in the solicitation. The scope of this task includes working with VCEA staff and counsel to review. Costs may be higher if review is required by other VCEA stakeholders.
6.2 Negotiate PPA Terms

SMUD will negotiate with short listed entities for PPA terms. This task includes working with VCEA staff and counsel as required.

6.3 Coordinate Execution of PPA

SMUD will coordinate execution of PPAs, including preparing staff reports for Board approval of the PPAs, preparation of Board presentation materials, as well as presentation to the Board. SMUD will collaborate with VCEA staff in preparing and presenting materials for VCEA Board level PPA approvals.

B. DOCUMENTATION

During the procurement process, SMUD will develop and maintain a chronological file of key documentation, project ranking spreadsheets/reports, meeting/conference call schedules, and other materials pertinent to the evaluation and decision process ("Deliverables"). SMUD will provide this file to VCEA and VCEA is to have complete control and discretion over any subsequent VCEA utilization of such materials and or modelling outputs contained in the file. In the provision of Deliverables hereunder, SMUD will not directly provide proprietary models used in the required analysis tasks, but will describe to VCEA any proprietary models/techniques used to evaluate proposals. Such disclosures may be subject to the Confidentiality provisions in the Agreement. SMUD may use any information/results attained during the procurement process for its own purposes.

C. APPROVAL PROCESS / ACCEPTANCE

Both Parties agree to perform tasks, reviews, and approvals in a timely manner in order to maintain agreed upon timelines as set forth in the Deliverables Schedule ("Appendix A") to this Task Order 5. SMUD will provide deliverables to VCEA’s Interim General Manager for review by VCEA. Deliverables that require VCEA Board review and approval will be identified and sufficient time will be allocated in the project schedule.

D. TERM AND TERMINATION

D.1. Term of Task Order 5

Task Order 5 is effective on the Effective Date of this Task Order and shall remain in effect for a period of sixteen (16) months from the Effective Date, unless terminated in accordance with the Agreement or extended by mutual agreement of the Parties.

The expiration of this Task Order 5 shall not affect the term of the Agreement.

D.2 Termination

This Task Order 5 may be terminated pursuant to Section 4 ("Term and Termination") of the Agreement.

VCEA_SMUD_Task Order 5
E. COMPENSATION FOR SERVICES

E.1. Long Term Renewal Energy Procurement

Estimated Hours

<table>
<thead>
<tr>
<th></th>
<th>VP</th>
<th>Principal</th>
<th>Hours</th>
<th>Journey</th>
<th>Admin</th>
<th>Cost</th>
</tr>
</thead>
<tbody>
<tr>
<td>1 Request for Offers Package Development</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>1.1 Define Scope of Solicitation</td>
<td>$250</td>
<td>$190</td>
<td>$150</td>
<td>$100</td>
<td>$80</td>
<td>$6,520</td>
</tr>
<tr>
<td>1.2 Prep the Solicitation Document</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>$1,590</td>
</tr>
<tr>
<td>1.3 RFP Document Stakeholder Review Cycle</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>$3,460</td>
</tr>
<tr>
<td>2 Solicitation</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>2.1 Set Up SMUD EBSS system</td>
<td>$0</td>
<td>$0</td>
<td>$7</td>
<td>$0</td>
<td>$0</td>
<td>$1,050</td>
</tr>
<tr>
<td>2.2 Plan/Host bidders conference (WebEx)</td>
<td>$0</td>
<td>$2</td>
<td>$6</td>
<td>$0</td>
<td>$0</td>
<td>$1,280</td>
</tr>
<tr>
<td>2.3 Manage Bidder Questions</td>
<td>$0</td>
<td>$4</td>
<td>$28</td>
<td>$0</td>
<td>$0</td>
<td>$4,960</td>
</tr>
<tr>
<td>2.4 Intake of Solicitations</td>
<td>$0</td>
<td>$0</td>
<td>$8</td>
<td>$40</td>
<td>$0</td>
<td>$5,200</td>
</tr>
<tr>
<td>2.5 Review and Compile Offer Data</td>
<td>$0</td>
<td>$0</td>
<td>$4</td>
<td>$24</td>
<td>$20</td>
<td>$6,360</td>
</tr>
<tr>
<td>3 Evaluation</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>3.1 Initial Screening</td>
<td>$0</td>
<td>$10</td>
<td>$50</td>
<td>$0</td>
<td>$0</td>
<td>$9,400</td>
</tr>
<tr>
<td>3.2 Solicit Additional Information for Screened Proposals</td>
<td>$0</td>
<td>$0</td>
<td>$14</td>
<td>$0</td>
<td>$0</td>
<td>$2,100</td>
</tr>
<tr>
<td>3.3 Conduct Due Diligence</td>
<td>$0</td>
<td>$0</td>
<td>$110</td>
<td>$0</td>
<td>$0</td>
<td>$16,500</td>
</tr>
<tr>
<td>3.4 Pricing and Valuation Analysis</td>
<td>$0</td>
<td>$29</td>
<td>$60</td>
<td>$0</td>
<td>$0</td>
<td>$14,510</td>
</tr>
<tr>
<td>3.5 Rating and Ranking</td>
<td>$0</td>
<td>$20</td>
<td>$50</td>
<td>$0</td>
<td>$0</td>
<td>$11,300</td>
</tr>
<tr>
<td>4 Selection/Short Listing</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>4.1 Review Ratings/Rankings and Recommendations with Stakeholders</td>
<td>$0</td>
<td>$6</td>
<td>$12</td>
<td>$0</td>
<td>$0</td>
<td>$2,940</td>
</tr>
<tr>
<td>4.2 Develop Bidder Short List</td>
<td>$0</td>
<td>$2</td>
<td>$5</td>
<td>$0</td>
<td>$0</td>
<td>$1,130</td>
</tr>
<tr>
<td>5 Negotiation</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>5.1 Develop/Present Term Sheets</td>
<td>$0</td>
<td>$5</td>
<td>$15</td>
<td>$0</td>
<td>$0</td>
<td>$3,200</td>
</tr>
<tr>
<td>5.2 Negotiate Basic Commercial Terms</td>
<td>$0</td>
<td>$10</td>
<td>$14</td>
<td>$0</td>
<td>$0</td>
<td>$4,000</td>
</tr>
<tr>
<td>5.3 Coordinate Letters of Intent/Non-Disclosure Agreements</td>
<td>$0</td>
<td>$5</td>
<td>$25</td>
<td>$0</td>
<td>$0</td>
<td>$4,700</td>
</tr>
<tr>
<td>6 Contracting</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>6.1 Develop Standard Form PPA</td>
<td>$0</td>
<td>$40</td>
<td>$20</td>
<td>$0</td>
<td>$0</td>
<td>$10,600</td>
</tr>
<tr>
<td>6.2 Negotiate PPA Terms</td>
<td>$0</td>
<td>$15</td>
<td>$90</td>
<td>$0</td>
<td>$0</td>
<td>$16,350</td>
</tr>
<tr>
<td>6.3 Coordinate Execution of PPAs</td>
<td>$0</td>
<td>$5</td>
<td>$10</td>
<td>$0</td>
<td>$0</td>
<td>$2,450</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td><strong>$124,550</strong></td>
</tr>
</tbody>
</table>

Estimated Fees

Based upon the assumptions outlined in the Scope of Work, the estimated fee for this Task Order 5 is $124,550.

E.2. Hourly Rates

Services performed under this Task Order 5 are to be performed on a time and materials basis, calculated monthly. SMUD shall receive compensation, including authorized reimbursements, for services rendered under this Task Order at the rates set forth in below. Additional Professional Services work may be mutually agreed by the Parties.

The SMUD hourly billing rates in the schedule below are applicable to any work performed by SMUD under this Task Order 5. Hourly rates are fixed through June 30, 2019 and are subject to escalation at U.S. Department of Commerce, Bureau of Labor
Statistics, “Consumer Price Index-All Urban Consumers less food and energy” Series ID: CUUR0000SA0LIE thereafter.

Professional Services Hourly Rates

<table>
<thead>
<tr>
<th>Resources</th>
<th>Hourly Rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>SMUD CEO/VP</td>
<td>$250.00</td>
</tr>
<tr>
<td>Principal</td>
<td>$190.00</td>
</tr>
<tr>
<td>Senior Analyst/Specialist</td>
<td>$150.00</td>
</tr>
<tr>
<td>Analyst/Specialist</td>
<td>$100.00</td>
</tr>
<tr>
<td>Administrative</td>
<td>$80.00</td>
</tr>
</tbody>
</table>

F. PAYMENT TERMS
SMUD will record the monthly charges for staff and hours expended for the professional services provided under this Task Order 5. From the Effective Date of Task Order 5 through September 30, 2018, SMUD will provide a monthly statement to VCEA for review and validation. Payment of the fees incurred through September 30, 2018, will be deferred until October 1, 2018, and will be payable in accordance with Section 8.8 of the Agreement.

Invoices for fees incurred from October 1, 2018, through the termination of Task Order 5, will be submitted to VCEA monthly. For services under this Task Order 5, VCEA shall pay all undisputed portions of invoices within thirty (30) calendar days of the date of the invoice.

G. TASK AMENDMENT
This Task Order 5 may only be amended or otherwise modified with the written agreement of the Parties, and approved by each Party’s governing body where required by law or policy.

It is mutually understood that business requirements, resources, and dates may change subject to the applicable terms of Task Order 5. Any changes to the scope defined in Task Order 5 will be addressed through a task amendment process. Material changes that require a formal task amendment, are those which will specifically impact defined scope, schedule, budget, or resources.

H. SIGNATURES
The Parties have executed this Task Order 5 and it is effective as of the date of last signature below.

Valley Clean Energy Alliance

By: [Signature]

Name: Lucas Frerichs

Title: VCEA Board Chair

Date: 5/10/18

VCEA_SMUD_Task Order 5
Sacramento Municipal Utility District

By: [Signature]

Name: Arlen Orchard
Title: Chief Executive Officer and General Manager
Date: 5/22/18
APPENDIX A: DELIVERABLES SCHEDULE

<table>
<thead>
<tr>
<th>#</th>
<th>Deliverable</th>
<th>Timing</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>Deliver draft solicitation document for stakeholder review</td>
<td>June 2018</td>
</tr>
<tr>
<td>2</td>
<td>Issue solicitation to bidders</td>
<td>July 2018</td>
</tr>
<tr>
<td>3</td>
<td>Receive bids</td>
<td>August 2018</td>
</tr>
<tr>
<td>4</td>
<td>Complete evaluation of bids</td>
<td>October 2018</td>
</tr>
<tr>
<td>5</td>
<td>Review ratings/rankings and recommendations with stakeholders</td>
<td>October 2018</td>
</tr>
<tr>
<td>6</td>
<td>Develop bidder short list</td>
<td>November 2018</td>
</tr>
<tr>
<td>7</td>
<td>Complete initial negotiations</td>
<td>December 2018</td>
</tr>
<tr>
<td>8</td>
<td>Negotiate PPA terms</td>
<td>First Quarter 2019</td>
</tr>
<tr>
<td>9</td>
<td>Fully executed PPAs</td>
<td>Second Quarter 2019</td>
</tr>
</tbody>
</table>