

# Exhibit to Agenda Item #2B

Board Policy Committee and Special SMUD Board of Directors Meeting  
Wednesday, November 14, 2018, scheduled to begin at 5:30 p.m.  
Customer Service Center, Rubicon Room

## **SD-17 Enterprise Risk Management**

Effectively balancing and managing risk to further SMUD's policies and business goals is a core value of SMUD. Therefore:

SMUD will implement and maintain an integrated enterprise risk management process that identifies, assesses, prudently manages and mitigates a variety of risks facing SMUD, including financial, supply, operational, physical security, climate change, legal, legislative and regulatory, and reputational risk.

Comment:

Does not specifically call out cyber risk. BS