

Exhibit to Agenda Item #1

Approve and ratify the submittal of a pending grant application to the **California State Department of Resources Recycling and Recovery (CalRecycle)** under the Legacy Disposal Site Abatement Partial Grant Program for support of the **North City Landfill Closure Project** and authorize, for a period of three years, the Chief Executive Officer and General Manager to execute all grant documents necessary to secure grant funds.

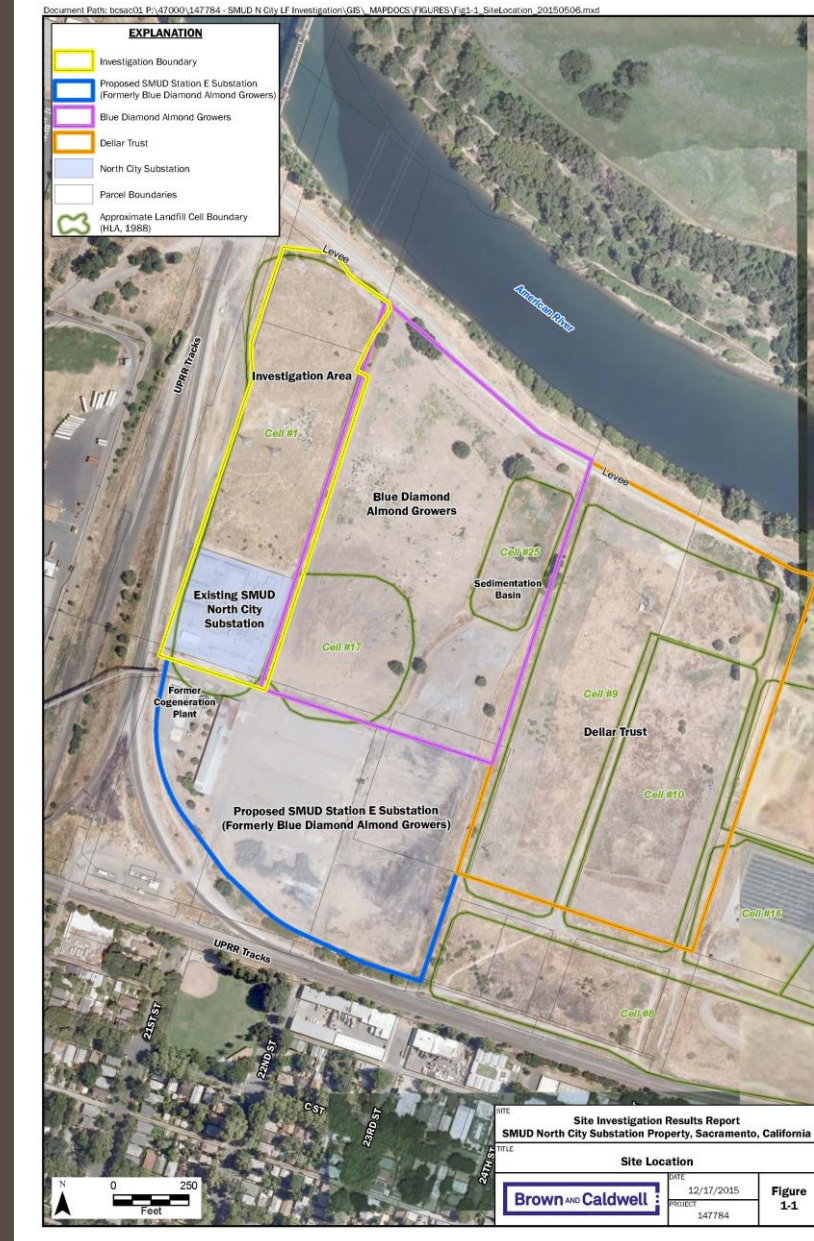
Board Finance & Audit Committee and Special SMUD Board of Directors Meeting
Tuesday, November 17, 2020, scheduled to begin at 5:30 p.m.

Virtual Meeting (online)

North City Landfill Closure Project Background

- The existing North City substation site is on an approximately 12-acre historical landfill site. SMUD is required to construct a landfill cap over the 12-acre site with oversight from California State Department of Resource Recycling and Recover (CalRecycle) and Sacramento County Environmental Management Department.
- Once the existing North City substation is dismantled, Environmental Services will hire a construction contractor for the cap construction in 2022.
- Cap construction is budgeted for \$5.8M in 2022 (total cost ~ \$6.9M).
- Grant request - \$750,000

North City Landfill Closure Project Location



CalRecycle Grant

- To help pay for cap construction, we applied to CalRecycle for grant funds.
- The grant is for up to \$750,000 under the Legacy Disposal Site Abatement Partial Grant Program.
- 25% Matching Funds are required. Current planned project expenditures exceed the matching requirement.
- A governing board resolution with specific authorizations is a requirement of the grant.

Request

- Approve and ratify the submittal of the pending grant application.
- Approve the Chief Executive Officer and General Manager, or his designee, to authorize and execute grant documents and requests for payment necessary to secure grant funds and implement the North City Landfill Closure Project.
- Authorize the Chief Executive Officer and General Manager, or his designee, to execute grant documents and requests for payment necessary to secure grant funds for up to three years.