

# Exhibit to Agenda Item #2

Accept the monitoring report for Strategic Direction SD-14, System Enhancement.

Board Policy Committee and Special SMUD Board of Directors Meeting  
Wednesday, July 14, 2021, scheduled to begin at 5:30 p.m.

Virtual Meeting (online)

# SD-14, System Enhancement Policy Key Elements

- Applies to power lines below 69kV
- SMUD commits up to ½ of 1% of annual gross electrical sales revenues pending meeting financial targets & annual budget approval process
- Funding is for the relocation or underground placement of SMUD facilities
- Uncommitted funds from any given year are not carried over to future years
- Communications facilities within project boundaries must also be relocated or placed underground
- Local agency obtains and provides SMUD all necessary easements

# SD-14, System Enhancement 2020 Board Decision

- On June 9, 2020, the Board approved Resolution No. 20-06-03
  - *Suspend funding of new projects for 2020, 2021 and 2022*
  - *Continue to fund previously committed projects under the Policy*

# SD-14, System Enhancement 2020 Projects in Progress

- 4 committed projects in progress

- 2020
  - \$4,153K total budget
  - \$216K total spend

- On June 18, 2021, Citrus Heights informed SMUD they will forego utilizing SD-14 funds
  - there are conflicts with their Federal funding requirement
  - SMUD and Citrus Heights staff are discussing options to address conflicts

## *Committed projects with preliminary work scope*

Local Jurisdiction	Ward #	Project Title and Scope	2020 Project Budget	Ballpark Estimate	2020 Project Spend	SMUD Construction Status
Citrus Heights	1	Auburn Blvd. Rusch Park to I-80 (0.75 mile)	\$1,250K	\$2,500K	\$18K	2022 planned construction start date
City of Elk Grove	2	Elk Grove Blvd b/w Waterman & School Streets (~0.5 mile)	\$81K	\$1,000K	\$0K	2022 planned construction start date

## *Committed projects with final work scope/detailed design*

Local Jurisdiction	Ward #	Project Title and Scope	2020 Project Budget <sup>(1)</sup>	Total Cost Estimate	2020 Project Spend	SMUD Construction Status
Sacramento County	1	Hazel Avenue Phase 3 Sunset to Madison (0.7 mile)	\$2,009K	\$1,443K	\$52K	In construction; expected to be done Q3/Q4 2021
Sacramento County	7	Fair Oaks Blvd Landis to Angelina (0.3 mile)	\$813K	\$361K	\$146K	Completed March 2021

(1) Based on ballpark estimate

# Completed Projects Funded Through SD-14

- Nine projects completed since policy adoption thru 2020
  - \$10.6 million
  - Approximately 3.7 miles placed underground

Local Agency	# of Projects	Total Cost
Sacramento County	3	\$4.6 M
Citrus Heights	1	\$2.6 M
City of Sacramento	5	\$3.4 M

# Hazel Avenue - Phase 2 Project

Before Construction



After Construction



# Conclusion and Requested Action

- In 2020, SMUD was in compliance with SD-14, System Enhancement
- Request the Board to accept the 2020 monitoring report

# Questions?

