

# Exhibit to Agenda Item #2

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

Board Finance & Audit Committee and Special SMUD Board of Directors Meeting  
Tuesday, August 15, 2023, scheduled to begin at 6:00 p.m.

SMUD Headquarters Building, Auditorium

# 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 2022 Projects and Key Activities

- Three committed projects in progress
- Total budget \$2,857K; total spend = \$3.3K

Local Jurisdiction	Ward #	Project Title and Scope	SMUD Estimate	2022 Project Budget	2022 Project Spend	Project Status
Sacramento County	1	Greenback Lane Improvements from Chestnut to Folsom City Limit (0.8 mile)	\$1,000K	\$0	\$0	Design in 2024; Construction in 2025
City of Citrus Heights	1	Auburn Blvd. from Rush Park to I-80 (0.75 mile)	\$2,900K	\$2,100K <sup>(a)</sup>	\$3.3K	Design in 2023; Construction in 2025
City of Elk Grove	2 & 4	Elk Grove Blvd. from Waterman to School St. (0.5 mile)	\$1,500K	\$757K <sup>(a)</sup>	\$0	Design in 2023; Construction in 2025

(a) The original schedule called for the project construction to start in 2022; however, the local jurisdiction deferred construction to later years.

# Conclusion and Requested Action

- In 2022, SMUD was in full compliance with SD-14, System Enhancement
- Request that the Board accept the 2022 monitoring report

# Questions?

