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 $\frac{1}{2}$ 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

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

(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?