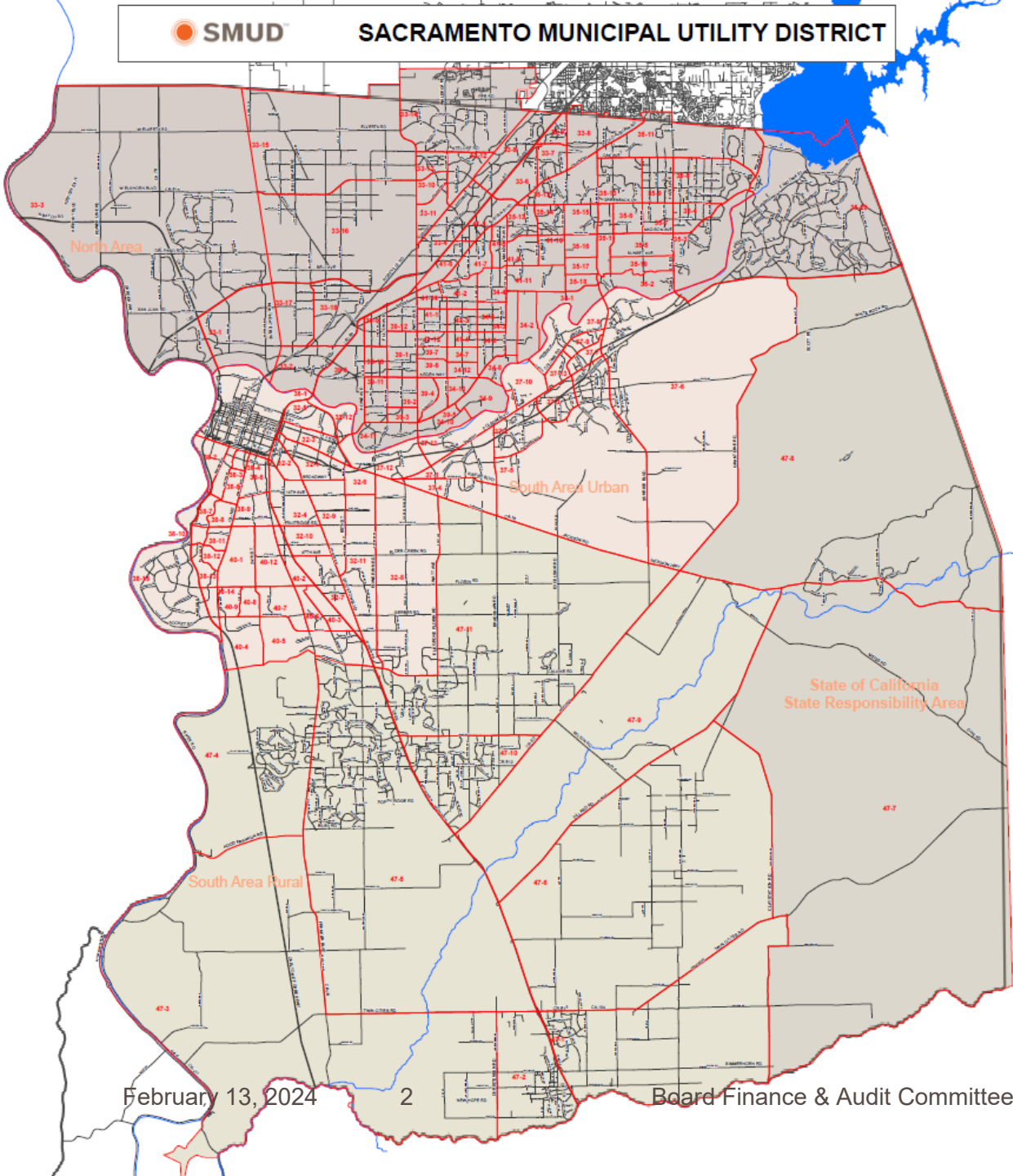


Exhibit to Agenda Item #5

Approve an increase to the aggregate contract not-to-exceed amount for vegetation management utility line and subject pole clearance services by \$10 million, from \$171.6 million to \$181.6 million, for Contract No. 4600001364 with **Wright Tree Service of the West, Inc.** and Contract No. 4600001365 with the **Original Mowbray's Tree Service, Inc.**

Board Finance & Audit Committee and Special SMUD Board of Directors Meeting
Tuesday, February 13, 2024, scheduled to begin at 6:00 p.m.

SMUD Headquarters Building, Auditorium



Background

- Vegetation Management (VM) work is a key element to ensuring safety reliability of our communities
- Prime contracts were established in 2020 with a primary focus to support Routine Cycle Maintenance within SMUD's distribution service territory as well as Sac Valley Transmission, Out of Cycle and Emergency tree work.



Reason for change

- Unplanned work
- Storm emergency response
- Increase to 69kV annual patrols



Storm support – critical path for restoration



Example of reliability tree work



Procurement strategy

- Proposals were originally solicited by RFP and awarded to the two highest evaluated Proposers, Wright Tree Service of the West, Inc. and The Original Mowbray's Tree Service.
- This contract change will bridge the gap until new contracts are sourced through a competitive process this year.