Exhibit to Agenda Item #4

Discuss authorizing the Chief Executive Officer and General Manager to negotiate and award contracts to **Acuren Inspection**, **Inc.**; **Alisto**, **Inc.**; **Kleinfelder**, **Inc.**; and **Prime EPC** (collectively, the **Contracts**) to provide gas pipeline owners engineering services for a five-year period from January 2, 2026, to January 2, 2031, for a total aggregate not-to-exceed amount of \$5 million across the **Contracts**.

Board Finance & Audit Committee and Special SMUD Board of Directors Meeting Tuesday, December 9, 2025, scheduled to begin at 6:00 p.m.

SMUD Headquarters Building, Auditorium



Background

SMUD Gas Pipeline Route Woodland Folsom Rancho Cordova Winters Intertie Davis Procter & Gamble Campbell's Soup Carson\Ice Elk Grove Wilton Cosumnes Power Plant SMUD

Historically this group contract award has been used to assist with ongoing maintenance of SMUD's Gas Pipeline Operations.

Past projects include:

- Transmission line studies
- Program compliance and audits
- Maintenance and Inspection
- Design and development



RFP Overview

- RFP issued in July 2025 to seek proposals for Gas Pipeline engineering services.
- Specific scopes of work to be identified and awarded on a task basis.
- Services may include:
 - Transmission Pipeline Assessments
 - Gas Metering and Regulation
 - Valve Station Design
 - §49 CFR Part 192 program compliance and audits





Key Benefits

- Expertise and Experience: Access to experienced and specialized gas pipeline engineering skills complements and expands internal capabilities for complex projects.
- Operational Efficiency: Optimize equipment performance by assistance in troubleshooting and asset management support leading to increased reliability.
- Cost Effective Resource Utilization: Supplementing internal staff with consultants allows flexible scaling of engineering resources to meet project demands without permanent hires.
- Regulatory Compliance: Consulting firms bring current knowledge of regulations and best practices, ensuring engineering activities are in alignment with the gas pipeline compliance standards.
- Knowledge Transfer: Collaborative partnerships facilitate the transfer of technical knowledge, building internal expertise and long-term organizational capacity.



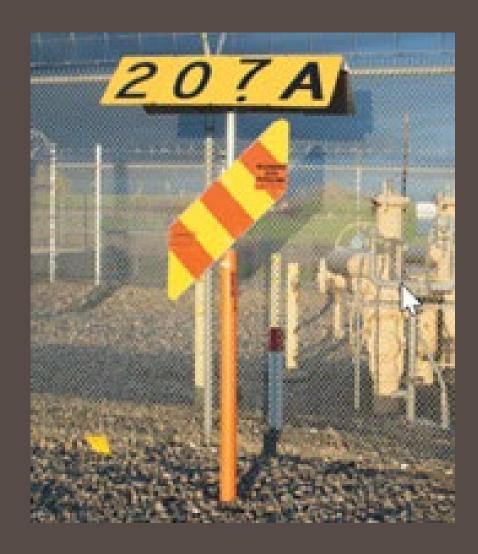


Procurement Strategy

RFP issued to award multiple contracts on a best value basis. Procurement received four (4) proposals and seeks to award four (4) contracts.

Themes evaluated

- Mandatory Requirements
- SEED Participation
- Environmental Sustainability
- Company Experience and Qualifications
- Experience and Qualifications of Project Team
- Commercial Terms and Pricing





Evaluation Results

Responsive Proposals Received	<u>P/F</u>	10 Points SEED	60 Points Technical	30 <u>Points</u> Pricing	Total Score	Overall Rank	Proposal Amount	Evaluated Proposal Amount	Proposed Award Amount
Alisto Inc.	Р	10	41.25	30.00	81.25	1	\$1,094,000	\$1,039,300	NTE \$5,000,000, Aggregate of all Task Orders
Kleinfelder, Inc.	Р	10	47.50	21.37	78.87	2	\$1,513,982	\$1,459,282	
Prime EPC	Р	-	41.50	24.10	65.60	3	\$1,293,900	\$1,293,000	
Acuren Inspection, Inc.	Р	-	42.00	17.82	59.82	4	\$1,749,900	\$1,749,900	

