Exhibit to Agenda Item #9
Accept the monitoring report for Strategic Direction SD-14, System Enhancement.

Board of Directors Meeting
Thursday, July 16, 2020, scheduled to begin at 5:30 p.m.
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
  - ~ $7 million allocation in 2019 budget
- 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
2019 Projects and Key Activities

- One project completed

<table>
<thead>
<tr>
<th>Local Jurisdiction</th>
<th>Project</th>
<th>Total Project Budget</th>
<th>Total Project Spend</th>
<th>2019 Project Budget</th>
<th>2019 Project Spend</th>
<th>Construction Completion Date</th>
</tr>
</thead>
<tbody>
<tr>
<td>City of Sacramento</td>
<td>Sutter Village (~200 feet)</td>
<td>$101.3K</td>
<td>$121.8K</td>
<td>$75K</td>
<td>$22.2K</td>
<td>March 2019</td>
</tr>
</tbody>
</table>

- Continued education efforts with local jurisdictions and commercial developers
**SD-14, System Enhancement**

**2019 Projects and Key Activities (cont’d.)**

- Four committed projects in progress
- 2019
  - $550K Budget
  - $11K total spend

<table>
<thead>
<tr>
<th>Local Jurisdiction</th>
<th>Ward #</th>
<th>Project Title and Scope</th>
<th>SMUD Total Ballpark Estimate</th>
<th>2019 Project Budget</th>
<th>2019 Project Spend</th>
<th>Planned Construction Start Date</th>
</tr>
</thead>
<tbody>
<tr>
<td>Sacramento County 1</td>
<td>1</td>
<td>Hazel Avenue Phase 3 Sunset to Madison (0.7 mile)</td>
<td>$1,300 K</td>
<td>$0</td>
<td>$0</td>
<td>2020</td>
</tr>
<tr>
<td>Sacramento County 7</td>
<td>7</td>
<td>Fair Oaks Blvd Landis to Angelina (0.3 mile)</td>
<td>$300 K</td>
<td>$550 K</td>
<td>$4 K</td>
<td>2020</td>
</tr>
<tr>
<td>Citrus Heights 1</td>
<td>1</td>
<td>Auburn Blvd. Rusch Park to I-80 (0.75 mile)</td>
<td>$2,500 K</td>
<td>$0</td>
<td>$0</td>
<td>2022</td>
</tr>
<tr>
<td>City of Elk Grove 2</td>
<td>2</td>
<td>Elk Grove Blvd b/w Waterman &amp; School Streets (~0.5 mile)</td>
<td>$800 K</td>
<td>$0</td>
<td>$7 K</td>
<td>2022</td>
</tr>
</tbody>
</table>
Completed Projects Funded Through SD-14

• Nine projects completed since policy adoption
  – $10.6 million
  – Approximately 3.7 miles placed underground

<table>
<thead>
<tr>
<th>Local Agency</th>
<th># of Projects</th>
<th>Total Cost</th>
</tr>
</thead>
<tbody>
<tr>
<td>Sacramento County</td>
<td>3</td>
<td>$4.6 M</td>
</tr>
<tr>
<td>Citrus Heights</td>
<td>1</td>
<td>$2.6 M</td>
</tr>
<tr>
<td>City of Sacramento</td>
<td>5</td>
<td>$3.4 M</td>
</tr>
</tbody>
</table>
Sutter Village Project (F and 51st Streets)

Before construction

After construction
Conclusion and Requested Action

- In 2019, SMUD was in full compliance with SD-14, System Enhancement

- Request the Board to accept the 2019 monitoring report
Questions?