Exhibit to Agenda Item #2
Provide the Board an informational briefing on federal legislative activities.

Board Policy Committee and Special SMUD Board of Directors Meeting
Wednesday, December 1, 2021, scheduled to begin at 5:30 p.m.
Auditorium, SMUD Headquarters Building
2021 Legislative Update

• Rewind: 2020 Election and Biden Administration First 100 Days
• Infrastructure Investment and Jobs Act
• Build Back Better Act (BBBA)
• “Hot FERC* Summer”
• Environmental Protection Agency (EPA) regulation

*Federal Energy Regulatory Commission
Rewind: 2020 Election

- Record turnout
- Narrative
- Jan. 5 Dems clinch unified government
- Jan. 6 insurrection
- Mandate vs. divided nation?
Rewind: First 100 Days

• Executive Orders reversing Trump-era policies
• Rejoin Paris Agreement
• American Recovery Plan Act
**Infrastructure Investment and Jobs Act**

- **“Green Corridors” grant program** for charging infrastructure along designated highways
- **$5 billion** in grants for electric sector infrastructure projects related to resilience
- **New “Grid Authority”** for transmission
- **Cyber security grants**
- **Demonstration programs for carbon capture and hydrogen**
- **$6 billion** for battery demonstration projects, manufacturing, and second life applications
- **$65 billion** for broadband
- **Wildfire mitigation funds**

Spring negotiations yield late-fall win…will it alter the political narrative for Dems or hurt their leverage for BBB?
Build Back Better Act (not yet law)

- Clean energy tax credits
  - New direct pay option
  - Transition to tech-neutral
- Clean Energy and Sustainability Accelerator
- New grant programs
- Consumer rebates for electric vehicles (EVs), efficiency, electrification
- NO Clean Electricity Performance Program
- May change significantly in the Senate!
Hot FERC* Summer

- Spring of Technical Conferences
- Transmission Advance Notice of Proposed Rulemaking (ANOPR)
- Market reform
- New Commissioner restores Democrats’ majority

*Federal Energy Regulatory Commission
EPA Regulations

• “Unrollback” of vehicle standards

• Potential suite of electric sector regulations

• Supreme Court of the United States (SCOTUS) review of Clean Power Plan case