

Exhibit to Agenda Item #2

Discuss potential revisions to **Strategic Direction SD-7, Environmental Leadership.**

Board Policy Committee and Special SMUD Board of Directors Meeting
Wednesday, September 11, 2024, scheduled to begin at 6:00 p.m.
SMUD Headquarters Building, Auditorium

Strategic Direction SD-7, Environmental Leadership

Environmental leadership is a core value of SMUD. In achieving this directive, SMUD will:

- a. Conduct its business affairs and operations in a sustainable manner by continuously improving pollution prevention, minimizing environmental impacts, including Tribal and other cultural impacts, conserving resources, and promoting equity within SMUD's diverse communities.
- b. Provide leadership and innovation to improve air quality and reduce greenhouse gas emissions.
- c. Promote the efficient use of energy by our customers.
- d. Advance the electrification of vehicles, buildings, and equipment.
- e. Attract and build partnerships with customers, communities, policy makers, the private sector, and other stakeholders.

Proposed Changes

Conduct its business affairs and operations in a sustainable manner by continuously improving pollution prevention, minimizing environmental impacts, including Tribal and other cultural impacts, conserving resources, enhancing regional biodiversity and promoting equity within SMUD's diverse communities.

Requested Action

Approve the proposed changes to include biodiversity language to SD-7.