

Exhibit to Agenda Item #2

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

Board Policy Committee Meeting

Wednesday, September 13, 2023, scheduled to begin at 6:00 p.m.

Auditorium, SMUD Headquarters Building

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 and 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.