

**AGENDA**



**Recommendation for Council Action**

Austin City Council	<b>Item ID</b>	21074	<b>Agenda Number</b>	11.
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<b>Meeting Date:</b>	1/17/2013	<b>Department:</b>	Austin Energy
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**Subject**

Approve the issuance of a performance based incentive to Planet K for the generation of solar energy at its facility located at 727 W. Stassney Lane, Austin, Texas, for an estimated \$5,800 per year, for a total amount not to exceed \$58,000 over a 10-year period.

**Amount and Source of Funding**

Funding in the amount of \$5,800 is available in the Fiscal Year 2012-2013 Operating Budget of Austin Energy.

**Fiscal Note**

There is no unanticipated fiscal impact. A fiscal note is not required.

<b>Purchasing Language:</b>	
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<b>Prior Council Action:</b>	
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<b>For More Information:</b>	Jeff Vice, Director, Local Government Relations, 322-6087; Fred Yebra, Acting Vice-President, Distributed Energy Services, 482-5305; Leslie Libby, Solar Program Manager, 482-5390.
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<b>Boards and Commission Action:</b>	Recommended by the Electric Utility Commission and the Resource Management Commission.
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<b>MBE / WBE:</b>	
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<b>Related Items:</b>	
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**Additional Backup Information**

Austin Energy requests authorization to issue a letter of intent for a performance based incentive (PBI) to Planet K, for an estimated \$5,800 per year, not to exceed \$58,000 over the 10-year agreement for the generation of solar energy at 727 W. Stassney Lane, Austin, Texas 78745. The total cost is \$144,374.38 and the incentive will cover between 35% and 40% of the cost. The PBI level for this project is \$0.14 per kWh for 10 years. The solar equipment, which meets Austin Energy program requirements, includes a total of 112 solar modules rated at 245 watts and associated inverters rated at 96.5% efficiency. A total of 21.1 kW-AC in demand savings is expected.

This energy improvement will save an estimated 35,779 kWh per year—enough to provide electricity to 3 average Austin homes for a year—and produce an estimated 36 Renewable Energy Credits (RECs) per year. These savings are equivalent to the planting of 552 trees or 28 acres of forest in Austin's parks or the removal of 48,237 vehicle miles or 4 cars from Austin roadways. This project will save 24 tons of Carbon Dioxide (CO<sub>2</sub>); 30 pounds of Sulfur Dioxide (SO<sub>2</sub>); 33 pounds of Nitrogen Oxide (NO<sub>x</sub>), and 23 pounds of Carbon Monoxide (CO) from being emitted into the atmosphere.