



**MEMORANDUM**

TO: Marc Ott, City Manager

FROM: Greg Canally, Deputy Chief Financial Officer

DATE: September 25, 2008

SUBJECT: Austin Energy's Clean Energy and Distributed Generation Capacity

Item # 84 on the September 25, 2008 Council Agenda is to approve a resolution directing Austin Energy to work with the Environmental Defense Fund and other stakeholders to evaluate potential approaches for increasing Austin Energy's (AE) clean energy and distributed generation capacity, and to provide recommendations to Council by November 20, 2008.

This item has no unanticipated fiscal or staffing impact. Staff from the Austin Energy Department will be available to work on this item utilizing existing staff and resources. Therefore, a budget amendment is not required.