

ENERGY AND ENVIRONMENT COMMITTEE REPORT relative to the Second Status Report on Federal Clean Energy Tax credits from the Inflation Reduction Act.

Recommendations for Council action, SUBJECT TO THE APPROVAL OF THE MAYOR:

1. AUTHORIZE the City Administrative Officer (CAO), or designee, to:
 - a. Complete and submit clean energy tax credit claims to the Internal Revenue Service, to be filed under Tax Identification No. 95-6000735, on an annual basis for reimbursement of eligible expenses.
 - b. Accept and deposit all reimbursement funds from clean energy tax credit claims into the Grants and Awards Fund No. 65W/10, Account No. 10A845 "Recovered Costs – Clean Energy Tax Credits."
2. APPROVE the use of all reimbursements received for reinvestment in projects eligible for activities that reduce greenhouse gas emissions within City operations, or other climate mitigation measures.
3. REQUEST the Controller to appropriate all reimbursements received into account 10A845, "Recovered Costs – Clean Energy Tax Credits"; within the Grants and Awards Fund No. 65W/10.
4. AUTHORIZE the CAO to prepare Controller instructions to make necessary technical adjustments consistent with the Mayor and Council actions; and, REQUEST the Controller to implement these instructions.
5. INSTRUCT the CAO to report annually on the status of reimbursements received from federal clean energy tax credits after tax credits are received and appropriated.

Fiscal Impact Statement: The CAO reports that there is no impact to the General Fund as a result of the above recommendations.

Financial Policies Statement: The CAO reports that the above recommendations comply with City Financial Policies.

Community Impact Statement: None submitted

SUMMARY

At the meeting held on May 6, 2025, your Energy and Environment Committee considered a CAO report relative the Second Status Report on Federal Clean Energy Tax credits from the Inflation Reduction Act.

After an opportunity for public comment, the Committee moved to approve the recommendations stated in the CAO report, as detailed above. This matter is now forwarded to the Council for its consideration.

Respectfully Submitted,

ENERGY AND ENVIRONMENT COMMITTEE

<u>MEMBER</u>	<u>VOTE</u>
NAZARIAN	YES
YAROSLAVSKY	YES
JURADO	ABSENT
RAMAN	YES
PADILLA	YES

ME

-NOT OFFICIAL UNTIL COUNCIL ACTS-