

State Corporation Commission 2004 Fiscal Impact Statement

1. Bill Number HB265

House of Origin	<input checked="" type="checkbox"/> Introduced	<input type="checkbox"/> Substitute	<input type="checkbox"/> Engrossed
Second House	<input type="checkbox"/> In Committee	<input type="checkbox"/> Substitute	<input type="checkbox"/> Enrolled

2. Patron Morgan

3. Committee Commerce and Labor

4. Title Electric utility restructuring; stranded costs; overearnings.

5. Summary/Purpose:

Electric utility restructuring; stranded costs; overearnings. Defines stranded costs and just and reasonable net stranded costs. Requires the State Corporation Commission to calculate on an annual basis the stranded costs of each incumbent electric utility and to prepare an annual report to the Commission on Electric Utility Restructuring regarding stranded cost issues. Authorizes the State Corporation Commission to reduce or eliminate an incumbent utility's wires charges, capped rates, or both, if after notice and hearing, it determines that a utility has overearned its stranded costs.

6. No fiscal impact on the SCC. The fiscal impact on utilities cannot be determined at this time.

7. Budget amendment necessary: No

8. Fiscal implications: The fiscal impact on industry cannot be determined at this time.

9. Specific agency or political subdivisions affected: State Corporation Commission

10. Technical amendment necessary: None needed at this time.

11. Other comments: No

Date: 01/12/04 / cdw

cc: Secretary of Commerce & Trade