## State Corporation Commission 2009 Fiscal Impact Statement

1.	Bill Number:	HB2506		
	House of Origin	Introduced	<u>X</u> Substitute	Engrossed
	Second House	<u>X</u> In Committee	Substitute	Enrolled
2.	Patron: I	Pollard		

- 3. Committee: Commerce and Labor
- 4. Title: Energy efficiency programs.
- **5. Summary:** Energy efficiency programs. Authorizes investor-owned electric utilities to recover the costs of designing and operating energy efficiency and peak-saving programs. The utility may earn a general rate of return and the State Corporation Commission may permit recovery of revenue reductions related to such programs to the extent it determines such revenue has not been reasonably recovered by credits for off-system sales.
- 6. Fiscal Impact Estimates: Not available. See Item 8.
- 7. Budget Amendment Necessary: None
- 8. Fiscal Implications: The bill provides for utility recovery of costs and a general rate of return related to the design and implementation of energy efficiency and peak-shaving programs. It also permits recovery of lost revenue resulting from decreased consumption resulting from such programs. It is uncertain that the costs of such programs may be offset by the savings resulting from such actions, and therefore could potentially increase electric utility rates. There would be no fiscal impact on the State Corporation Commission as a result of this bill.
- 9. Specific Agency or Political Subdivisions Affected: State Corporation Commission

## 10. Technical Amendment Necessary: None.

## 11. Other Comments: None.

Date: 2/12/09 D. Eichenlaub cc: Secretary of Commerce and Trade