

State Corporation Commission 2014 Fiscal Impact Statement

1. Bill Number: SB643

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

2. Patron: McEachin

3. Committee: Passed Both Houses

4. Title: Electric utilities; costs of offshore wind facilities.

5. Summary: Electric utilities; costs of offshore wind facilities. Limits the portion of the costs incurred by an investor-owned electric utility between July 1, 2007, and December 31, 2013, in developing offshore wind facilities that are recoverable through a rate adjustment clause to 30 % of such amount. All of the remaining 70% of such costs shall be recovered ratably through existing base rates as determined by the State Corporation Commission in the test periods under review in the utility's next biennial review filed after July 1, 2014. All of the costs incurred after December 31, 2013, may be deferred for recovery through a rate adjustment clause as may be approved by the State Corporation Commission. The measure also states that the planning and development activities for new generation facilities utilizing energy derived from offshore wind are in the public interest.

6. Budget Amendment Necessary: No

7. Fiscal Impact Estimates: Final; no fiscal impact on the State Corporation Commission

8. Fiscal Implications: None on the State Corporation Commission

9. Specific Agency or Political Subdivisions Affected: State Corporation Commission

10. Technical Amendment Necessary: No

11. Other Comments: None