State Corporation Commission 2019 Fiscal Impact Statement

1.	Bill Numbe	nber: HB2477					
	House of Orig	gin 🖂	Introduced		Substitute		Engrossed
	Second House	·	In Committee		Substitute		Enrolled
2.	Patron:	Kilgore					
3.	Committee: Commerce and Labor						
4.	Title:	Electric utilities; licensed retail suppliers.					

- 5. Summary: Exempts any electric utility that has had an average capacity load growth in its service territory of less than two percent annually for the previous five years from the provisions that authorize certain large customers to purchase electricity from a licensed supplier. The measure requires such a customer that purchases electricity energy from a licensed supplier to continue to pay its incumbent electric utility for the non-fuel generation and transmission capacity related costs incurred by the utility in order to meet the customer's capacity obligations. The measure also requires the State Corporation Commission, before approving a petition to allow such a customer to purchase electricity from a licensed supplier, to find that (i) neither the customer's incumbent utility nor other retail customers of such utility will be adversely affected in a manner contrary to the public interest and (ii) the approval of the petition is consistent with the public interest. The measure requires each licensed retail supplier to file annual reports with the Commission and provides that the failure to do so constitutes grounds for suspension or revocation of its license.
- **6. Budget Amendment Necessary**: No.
- 7. Fiscal Impact Estimates: No fiscal impact on the State Corporation Commission.
- **8. Fiscal Implications:** No fiscal impact on the State Corporation Commission.
- 9. Specific Agency or Political Subdivisions Affected: State Corporation Commission
- 10. Technical Amendment Necessary: No.
- 11. Other Comments: This bill is in subcommittee # 3

Greg Abbott 1/14/2019