

State Corporation Commission 2007 Fiscal Impact Statement

1. Bill Number HB3050

House of Origin ☒ Introduced ☐ Substitute ☐ Engrossed

Second House ☐ In Committee ☐ Substitute ☐ Enrolled

2. Patron Morgan

3. Committee Commerce and Labor

4. Title Electric utilities.

5. Summary/Purpose: Electric utilities. Repeals provisions of the Virginia Electric Utility Restructuring Act effective January 1, 2008. The measure authorizes the State Corporation Commission to provide for recovery of the costs of new generation facilities through the utility's rate base or through rate surcharges, adders, or other recovery mechanisms as are in the public interest. The Commission is also authorized to approve a performance-based rate-making methodology for electric utilities, which tracks the current provision for gas utilities. Provisions of the Restructuring Act that are not repealed by this measure include those that address the construction of a coal-fired plant in Southwest Virginia, net energy metering, electric energy emergencies, and permitting for electrical generating facilities.

6. No fiscal impact on the State Corporation Commission, but see Item # 8.

7. Budget amendment necessary: No.

8. Fiscal implications: No fiscal impact on Commonwealth of State Corporation Commission. However, the legislation will have implications on revenues collected by electric utilities and the bills paid by electric consumers. Such impacts cannot be quantified.

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

10. Technical amendment necessary: None noted

11. Other comments: No.

Date: 01/16/07 / CW

cc: Secretary of Commerce and Trade