

State Corporation Commission 2008 Fiscal Impact Statement

1. Bill Number: HB665

House of Origin X Introduced Substitute Engrossed
Second House In Committee Substitute Enrolled

2. Patron: Marshall, R.G.

3. Committee: Commerce and Labor

4. Title: **Utility Transfers Act; cooperatives to be held harmless.**

5. Summary: Utility Transfers Act; cooperatives to be held harmless. Requires the State Corporation Commission to find, prior to approving a distribution cooperative's application for approval of the acquisition of another utility, that the acquisition will not cause the rates of another distribution cooperative to increase. However, the Commission may approve the application if the petitioning cooperative agrees to hold harmless the other cooperatives from any increase in rates. In addition, the measure authorizes the Commission to adjust the rates of a distribution cooperative that received approval of an acquisition between July 1, 2007, and July 1, 2008, to provide for the collection of contributions sufficient to hold the other distribution cooperatives harmless for cost increases resulting from the approval of the application.

6. Fiscal Impact Estimates: None on the State Corporation Commission

7. Budget Amendment Necessary: No

8. Fiscal Implications: None on the State Corporation Commission

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

10. Technical Amendment Necessary:

11. Other Comments: No

Date: 1/18/2008 pue

cc: Secretary of Commerce and Trade