

## State Corporation Commission 2008 Fiscal Impact Statement

**1. Bill Number:** SB21

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

**2. Patron:**        Reynolds

**3. Committee:** Commerce and Labor

**4. Title:**         **Electric utility rates; margins from off-system sales.**

**5. Summary:** Electric utility rates; margins from off-system sales. Eliminates the requirement that 75 percent of the total annual margins from an electric utility's off-system sales of power be credited against the utility's fuel factor expenses, in the absence of a finding by clear and convincing evidence that a smaller percentage is in the public interest. The measure provides that the State Corporation Commission shall determine the percentage of such margins to be credited against fuel factor expenses that is in the public interest.

**6. Fiscal Impact Estimates:** Not available. See Item 8.

**7. Budget Amendment Necessary:** No.

**8. Fiscal Implications:** Senate Bill 21 would eliminate the provision requiring shareholder sharing of electric utility off-system sales margins and produce lower electric rates for certain utilities.

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

**10. Technical Amendment Necessary:**

**11. Other Comments:** No

**Date:** 2/4/2008    cw

cc: Secretary of Commerce and Trade