

April 22, 2020

The Honorable Joe Seiwert, Chairperson
House Committee on Energy, Utilities and Telecommunications
Statehouse, Room 481B-W
Topeka, Kansas 66612

Dear Representative Seiwert:

SUBJECT: Fiscal Note for HB 2745 by House Committee on Federal and State Affairs

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2745 is respectfully submitted to your committee.

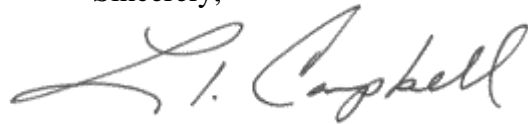
The electric rate study required by 2019 Substitute for SB 69 noted that Kansas lacks a state energy plan and indicated that the development of a plan would help Kansas determine the state's energy goals and means to achieve those goals, while minimizing costs to Kansans. HB 2745 would require the Kansas Corporation Commission (KCC) to lead a statewide initiative to develop a comprehensive state energy plan. The parameters of the plan would be based on phase one of the London Economics rate study which are set forth in the bill.

Estimated State Fiscal Effect				
	FY 2020 SGF	FY 2020 All Funds	FY 2021 SGF	FY 2021 All Funds
Revenue	--	--	--	\$176,750
Expenditure	--	--	--	\$176,750
FTE Pos.	--	--	--	1.50

According to the KCC, enactment of HB 2745 would require approximate expenditures in FY 2021 of \$176,750 from agency fee funds. These expenditures would include \$126,750 for salaries and wages for 1.50 FTE positions. In addition, the agency estimates one-time expenditures of \$20,000 to \$50,000 to contract for consulting services for the projection and modeling piece of the plan. Out-year costs would be approximately \$126,750 for ongoing salaries and wages

expense. Any fiscal effect associated with HB 2745 is not reflected in *The FY 2021 Governor's Budget Report*.

Sincerely,

A handwritten signature in black ink, appearing to read "L. L. Campbell". The signature is fluid and cursive, with the first name "L." and last name "Campbell" clearly visible.

Larry L. Campbell
Director of the Budget

cc: Jake Fisher, KCC