

M I N U T E S
PUBLIC UTILITIES COMMITTEE
Tuesday, January 30, 1968

Meeting was called for 4 p.m. in room 528 with Chairman Strowig presiding.

Messrs. Lindahl, Turner and Wicinski were absent.

The following were present: Messrs. W. L. Perdue, K.P.&L.; Perry Miller, Kansas Electric Co-op; Ken Dyar, K.A.M.V.; Allen Paull, Smoky Hill Elec.; Ernie Mosher, League Kansas Municipalities.

Chairman read letter from Raymond B. Harvey, Secretary, State Corporation Commission, giving estimate of added expense to them with enactment of HB 1724. (Letter herewith attached)

Chairman stated that at the hearing January 23 on HB 1724, charges were made that resulted in his directing a letter to the Corporation Commission asking for their remarks. He advised the Committee of their reply. Mr. Ratner moved, seconded by Mr. Griffith, that copy of this reply be incorporated in minutes of this meeting. (Hereto attached)

Chairman said he asked the Corporation Commission to send personnel to this meeting to discuss with Committee members the basic requirements under HB 1724; that Messrs. Hoover and Irwin were present. They discussed and answered various questions.

Mr. Hoover said they have scale maps available to be filled in when making application, which would simplify the matter and that there should be no resulting hardship on small communities.

There was discussion as to the granting of an extra mile outside city limits to those without comprehensive plans. Mr. Irwin expressed the opinion that "you might run into a lot of trouble" in so doing.

Meeting adjourned.

Augusta M. Laing
Secretary

*hardship
small
communities*



State Corporation Commission

TOPEKA, KANSAS 66612

ROBERT B. DOCKING Governor
 WILLIAM L. MITCHELL Chairman
 JAMES O. GREENLEAF Commissioner
 DALE E. SAFFELS Commissioner
 RAYMOND B. HARVEY Secretary
 EDWARD JOHNSON Gen. Counsel

Calvin A. Strowig, Representative
 Chairman, Public Utilities Committee
 House of Representatives
 Statehouse
 Topeka, Kansas

Dear Representative Strowig:

Mr. Lloyd W. Shank, Director of the Utilities Division of this Commission, has requested that the writer submit certain information concerning the effect of House Bill 1724 upon the revenues and expenses of this Commission's budget.

We are enclosing a copy of a letter dated January 19, 1968, addressed to Mr. James W. Bibb, Director of the Budget Division, which points up certain facts as they pertain to expenditures.

The additional \$17,642 in expenditures would be borne by all of the public utilities regulated. By way of explanation, the Commission operates the Utilities Division from an annual assessment (20% of this money collected goes to General Revenue) upon the regulated utilities. (K.S.A. 66--1503) It is assumed that the portion of the municipally-owned utility operating outside the city limits and under the jurisdiction of the Corporation Commission would be required to participate in the annual assessment and bear its proportionate share of the expenses of the Utilities Division of this Commission.

charged only outside

From a bookkeeping standpoint, the utility involved, no doubt, would have to separate its revenues.

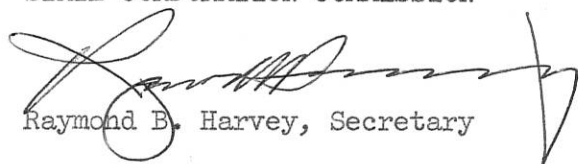
assessment rate

The assessment is based upon the gross intra-state operating revenues of the utility. This year's assessment was approximately .00073 of these revenues. A certificated area bringing in revenues of \$100,000 per year would have been assessed approximately \$73 this year.

We trust that this is the information which you desire.

Very truly yours,

STATE CORPORATION COMMISSION



Raymond B. Harvey, Secretary

RBH:afa

cc: Dale E. Saffels, Chairman
 Lloyd W. Shank, Dir. of Utilities
 James W. Bibb, Budget Director

January 19, 1968

James W. Bibb, Budget Director
Department of Administration
Statehouse
Topeka, Kansas

*additional
cost
&
employees*

Dear Mr. Bibb:

This is in answer to your memorandum of January 18th concerning House Bill 1724 relative to prescribing powers and authority of this Commission over municipally-owned utilities.

It is our best judgment at this time that there would be increased expenditures in the amount of approximately \$17,642. It would require the employment of two Utilities Engineers and an additional \$1500 in travel.

Utilities Engineer I	\$ 7,673.
Utilities Engineer II	8,469.
	<u>\$16,142.</u>
Additional travel	15,100.
	<u>\$17,642.</u>

Since the proposed appropriation bill (page 82 Governor's Budget Report - 1969) sets out no limit in the public service regulation fees, the fund from which this expenditure is to be made, it therefore follows that no change is necessary in the appropriation bill.

Very truly yours,

STATE CORPORATION COMMISSION

Raymond B. Harvey, Secretary

RBH:afa

TYPICAL ELECTRIC BILLS JANUARY 1, 1966

(From Typical Electric Bills-1966 as published by Federal Power Commission)

SIMILAR-SIZED CITIES SERVED BY MUNICIPALS AND PRIVATE COMPANIES

	Population	Monthly Bill	
		250 KWH	500 KWH
<u>The 12 Kansas Cities (Population 5,000-20,000) Served by Municipals</u>			
Augusta	6,434	\$ 7.39	\$ 11.89
Chanute	10,849	7.35	12.35
Coffeyville	17,382	8.00	11.13
Garden City	11,811	7.25	12.25
Iola	6,885	7.65	12.65
Larned	5,001	6.80	10.55
McPherson	9,996	5.35	9.10
Ottawa	10,673	7.75	10.75
Pratt	8,156	8.00	13.00
Russell	6,113	8.77	13.50
Wellington	8,809	8.65	13.15
Winfield	<u>11,117</u>	<u>5.40</u>	<u>7.90</u>
Total	113,226	\$88.36	\$138.22
Average	9,436	\$ 7.36	\$ 11.52

12 Kansas Cities Served by Private Electric Companies

				Served By
Abilene	6,746	\$ 7.95	\$ 10.50	K.P.&L.
Arkansas City	14,262	5.42	7.92	K.G.&E.
Atchison	12,529	7.95	10.50	K.P.&L.
Concordia	7,022	8.42	12.02	W.P.&G.
Derby	6,458	5.42	7.92	K.G.&E.
ElDorado	12,523	5.42	7.92	K.G.&E.
Fairway	5,398	7.79	10.71	K.C.P.&L.
Hays	11,947	10.12	12.87	Cent. Ks. Pwr.
Independence	11,222	5.42	7.92	K.G.&E.
Leawood	7,466	7.79	10.71	K.C.P.&L.
Olathe	10,987	7.95	10.50	K.P.&L.
Roeland Park	<u>8,949</u>	<u>7.79</u>	<u>10.71</u>	K.C.P.&L.
Total	115,509	\$87.44	\$120.20	
Average	9,626	\$ 7.29	\$ 10.02	

RESIDENTIAL

TYPICAL ELECTRIC BILLS, JANUARY 1, 1966

(From Typical Electric Bills-1966 as published
by Federal Power Commission)Similar-sized Cities Served by Municipals and Private Companies
in Kansas (Population 2,500-5,000)

	Population	Monthly Bill	
		250 KWH	500 KWH
<u>18 Cities With 2,500 to 5,000 Population, Served by Municipals</u>			
Anthony	2,744	\$ 7.75	\$ 11.65
Belleville	2,940	8.25	14.50
Clay Center	4,613	7.25	12.25
Colby	4,210	7.80	12.80
Ellinwood	2,729	10.75	17.00
Fredonia	3,233	7.70	12.70
Garnett	3,034	10.75	18.25
Goodland	3,459	7.30	9.80
Herington	3,702	11.70	18.10
Hoisington	4,248	8.00	13.00
Holton	3,028	7.98	14.23
Hugoton	2,912	9.00	14.00
Kingman	3,582	8.75	15.00
Lindsborg	2,609	8.20	13.20
Mulvane	2,981	8.00	10.90
Neodesha	3,594	8.25	12.00
Norton	3,345	8.40	13.40
Osawatomie	4,622	8.80	14.80
Total	61,585	\$154.63	\$247.58
Average	3,421	\$ 8.59	\$ 13.75

18 Similar Cities With 2,500 to 5,000 Population, Served by Commercial
Electric Companies

	Population	250 KWH	500 KWH	Served By
Baxter Springs	4,498	\$ 7.45	\$ 10.05	Empire
Bonner Springs	3,171	8.79	11.34	K.P.L.
Cherryvale	2,783	5.42	7.92	K.G. & E.
Columbus	3,395	7.45	10.05	Empire
Council Grove	2,664	8.79	11.34	K.P.L.
Eureka	4,055	8.79	11.34	K.P.L.
Galena	3,827	7.45	10.05	Empire
Hiawatha	3,391	8.79	11.34	K.P.L.
Lyons	4,592	7.95	10.50	K.P.L.
Medicine Lodge	3,072	8.80	12.40	W.P. & Gas
Mission Hills	3,621	7.79	10.71	K.C.P.L.
Oaklawn	2,654	5.42	7.92	K.G. & E.
Paola	4,784	8.30	11.26	K.C.P.L.
Park City	2,707	5.42	7.92	K.G. & E.
Phillipsburg	3,233	8.80	12.40	W.P. & Gas
Plainville	3,104	8.80	12.40	W.P. & Gas
Valley Center	2,570	5.42	7.92	K.G. & E.
WaKeeney	2,808	10.12	12.87	Cent. Kan. Power
Total	60,929	\$139.75	\$189.73	
Average	3,385	\$ 7.76	\$ 10.54	