

February 19, 2025

The Honorable Leo Delperdang, Chairperson
House Committee on Energy, Utilities and Telecommunications
300 SW 10th Avenue, Room 582-N
Topeka, Kansas 66612

Dear Representative Delperdang:

SUBJECT: Fiscal Note for HB 2149 by House Committee on Energy, Utilities, and Telecommunications

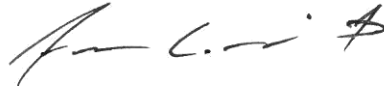
In accordance with KSA 75-3715a, the following fiscal note concerning HB 2149 is respectfully submitted to your committee.

HB 2149 would create new requirements regarding practices of distributed energy system retailers and electric public utilities with customers and one another. The bill would provide a list of required disclosures and rules regarding performance of agreements between parties. HB 2149 would outline provisions regarding a utility's cooperation in providing information to retailers about distributed energy consumption data and would establish guidelines and processes on compensation for energy sold to the utility and determining the eligibility for systems to be registered for parallel generation. The bill would establish a nonrefundable interconnection application fee upon any customer requesting parallel generation service. The bill would also add provisions regarding notification requirements for cancelations, modifications, abandonment, and provisions regarding the right to repair systems.

The Citizen's Utility Ratepayer Board (CURB) indicates that enactment of the bill would not have an immediate fiscal effect on operations but would potentially create dockets on new tariffs in the future that would require intervention by the Board. CURB anticipates that it would be able to handle the additional workload within existing resources. The Kansas Corporation Commission indicates that enactment of the bill would not have a fiscal effect on operations. Any fiscal effect associated with HB 2149 is not reflected in *The FY 2026 Governor's Budget Report*.

The League of Kansas Municipalities indicates that enactment of the bill could increase operating expenditures or decrease revenues to cities; however, a fiscal effect cannot be estimated. The Kansas Association of Counties indicates that enactment of the bill would have a fiscal effect for any county that qualifies as an energy retailer; however, a fiscal effect cannot be estimated..

Sincerely,

A handwritten signature in black ink, appearing to read "Adam C. Proffitt" with a stylized flourish at the end.

Adam C. Proffitt
Director of the Budget

cc: Lynn Retz, Kansas Corporation Commission
Shonda Rabb, Citizens Utility Ratepayer Board
Jay Hall, Kansas Association of Counties
Wendi Stark, League of Kansas Municipalities