

March 18, 2014

The Honorable Pat Apple, Chairperson
Senate Committee on Utilities
Statehouse, Room 224-E
Topeka, Kansas 66612

Dear Senator Apple:

SUBJECT: Fiscal Note for SB 433 by Senate Committee on Ways and Means

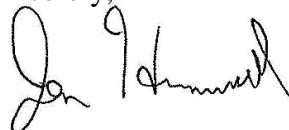
In accordance with KSA 75-3715a, the following fiscal note concerning SB 433 is respectfully submitted to your committee.

SB 433 would repeal the Renewable Energy Standards Act. The bill would include the following changes:

1. Remove cooperatives from the Act;
2. Exclude parallel generation from consideration as part of the state's renewable energy generation;
3. Redefine "peak demand" and "renewable energy resources"; and
4. Require that the Kansas Corporation Commission establish rules and regulations regarding renewable energy resources.

The League of Kansas Municipalities is unable to estimate the fiscal effect of the bill. The fiscal effect of the passage of SB 433 on the Kansas Corporation Commission would be negligible. Because the original Renewable Energy Standards Act included provisions for energy savings for public schools, the Division of Budget contacted the Kansas State Department of Education, which indicated that the fiscal effect of the bill for any school district pursuing the Act would be negligible.

Sincerely,



Jon Hummell,
Interim Director of the Budget

cc: Tom Day, KCC
Larry Baer, LKM
Shonda Smith, CURB