

February 21, 2022

The Honorable Blaine Finch, Chairperson
House Committee on Energy, Utilities and Telecommunications
Statehouse, Room 582-N
Topeka, Kansas 66612

Dear Representative Finch:

SUBJECT: Fiscal Note for HB 2689 by House Committee on Federal and State Affairs

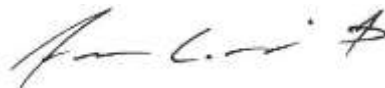
In accordance with KSA 75-3715a, the following fiscal note concerning HB 2689 is respectfully submitted to your committee.

HB 2689 would limit a public utility's cost recovery when replacing or retiring coal-fired electric generation facilities. The bill would require electric public utilities to make efforts to sell the facilities and to purchase electricity from purchased facilities. The bill would also exempt certain facilities from the jurisdiction of the Kansas Corporation Commission.

The League of Kansas Municipalities states that HB 2689 would have a negative fiscal effect on cities, but the League is unable to determine the fiscal effect.

The Kansas Corporation Commission indicates HB 2689 would increase consultant fees up to \$50,000 per filing but the additional expense would likely not occur more than once a year. Any fiscal effect associated with HB 2689 is not reflected in *The FY 2023 Governor's Budget Report*.

Sincerely,



Adam Proffitt
Director of the Budget

cc: Peter Barstad, KCC
Wendi Stark, League of Municipalities