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FISCAL NOTE (Form 3)
(Office of Fiscal Analysis)
Analyst: TN 3/24/92
cz
Version:

BILL NUMBER: sSB 202
FILE NUMBER:
AMENDMENTS:

TITLE: "AN ACT CONCERNING THE EXTERNAL COSTS AND BENEFITS ASSOCIATED WITH ENERGY GENERATION AND REVENUES RECEIVED BY AN ELECTRIC PUBLIC SERVICE COMPANY PURSUANT TO THE CLEAN AIR ACT AMENDMENTS OF 1990"

FAVORABLY REPORTED BY Energy and Public Utilities

EFFECTIVE DATE: 10/1/92

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FISCAL IMPACT STATEMENT - BILL NUMBER sSB 202

STATE IMPACT Cost, see below
MUNICIPAL IMPACT None
STATE AGENCY(S) Legislative Management - General Fund, Department of Public Utility Control - Special Fund

	Current FY	1992-93	1993-94
State Cost (savings)	:	: 100,000	:
	:	:(Special Fund)	:
St Revenue (loss)	:	:	:
Net St Cost (savings)	:	:	:
Municipal Impact	:	:	:

EXPLANATION OF ESTIMATES:

There will be a minimal cost associated with the Energy and Public Utilities Committee of the General Assembly reviewing electric company plans on how they will use revenues received from sales of permit allowances. It is anticipated that the Energy Committee can handle this additional responsibility within normal budgetary resources of Legislative Management.

There also will be additional work for the Department of Public Utility Control as a result of the passage of this bill. This additional work involves studying the feasibility of considering the external costs and benefits associated with electrical generation when analyzing all new resources and the completion of a report by January 1, 1993. This study would require the

use of a consultant which would be an engineering firm. The agency does not have the necessary staff expertise to handle this study. It is estimated that \$100,000 could be required for such a study.

With the State giving preference to conservation and load management when considering energy alternatives, there could be potential savings with a reduction in energy usage.

The Department of Public Utility Control is a Special Fund agency that assesses the public utility companies it regulates for its funding.