

January 31, 2024

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 2588 by House Committee on Energy, Utilities and Telecommunications

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2588 is respectfully submitted to your committee.

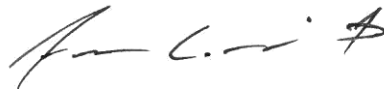
HB 2588 would amend current law to increase the capacity limitation for the total amount of generation facilities subject to net metering, require generation facilities to be appropriately sized, and establish requirements for exporting power to a utility. The bill would generally apply to interconnection agreements between Kansas customer-generators and utilities. The bill would establish certain parameters on the availability of these agreements relative to total utility rate generation, capacity size of qualifying customer generation facilities, and the availability of time-varying rates for customer generators.

The Kansas Corporation Commission indicates that the enactment of the bill would not have a fiscal effect on KCC's revenues or expenditures. The Citizens' Utility Ratepayer Board (CURB) indicates that the enactment of the bill, with respect to utility rates in general, could open a general docket with the Kansas Corporation Commission, but the proceedings are not likely to have a fiscal effect on CURB's revenues or expenditures.

The Kansas Association of Counties indicates that the fiscal effect associated with the enactment of the bill cannot be estimated for county governments. The League of Kansas Municipalities indicates that the enactment of the bill would have a fiscal effect on cities from the

retail rate generated from the excess energy, in addition to the creation of a cross-subdivision of customers; however, the fiscal effect cannot be estimated.

Sincerely,

A handwritten signature in black ink, appearing to read "Adam C. Proffitt". The signature is fluid and cursive, with a distinct flourish at the end.

Adam C. Proffitt
Director of the Budget

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