MINUTES OF THE HOUSE COMMITTEE ON UTILITIES.

The meeting was called to order by Chairman Carl D. Holmes at 9:07 a.m. on February 4, 2004 in Room 231-N of the Capitol.

All members were present ex	ccept: Representative Mary Compton Representative Stanley Dreher
Committee staff present:	Mary Galligan, Legislative Research Dennis Hodgins, Legislative Research Mary Torrence, Revisor of Statutes Jo Cook, Administrative Assistant

Conferees appearing before the committee: Larry Holloway, Kansas Corporation Commission

See Attached List Others attending:

Chairman Holmes welcomed Larry Holloway, Chief of Energy Operations for the Kansas Corporation Commission, to the committee. Mr. Holloway presented a power point presentation on 'Security Costs for Regulated Electric Utilities - A Regulator's Perspective' (Attachment 1). Mr. Holloway explained why utilities are regulated and how electric utilities' rates are set, as well as information on regulatory incentives. Mr. Holloway responded to questions from the committee.

The meeting adjourned at 10:18 a.m.

The next meeting will be Thursday, February 5, 2004.