

### Fiscal Estimate - 2011 Session

Original       Updated       Corrected       Supplemental

<b>LRB Number</b> <b>11-3366/1</b>	<b>Introduction Number</b> <b>AB-0734</b>
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**Description**  
 Treatment of hydroelectric power under the renewable portfolio standard

**Fiscal Effect**

**State:**

No State Fiscal Effect

Indeterminate

<input type="checkbox"/> Increase Existing Appropriations	<input type="checkbox"/> Increase Existing Revenues	<input type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget
<input type="checkbox"/> Decrease Existing Appropriations	<input type="checkbox"/> Decrease Existing Revenues	<input type="checkbox"/> Yes <input type="checkbox"/> No
<input type="checkbox"/> Create New Appropriations		<input type="checkbox"/> Decrease Costs

  

**Local:**

No Local Government Costs

Indeterminate

1. <input type="checkbox"/> Increase Costs	3. <input type="checkbox"/> Increase Revenue	5. Types of Local Government Units Affected <input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities <input type="checkbox"/> Counties <input checked="" type="checkbox"/> Others <u>Municipal Electric Utilities</u> <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	
2. <input type="checkbox"/> Decrease Costs	4. <input type="checkbox"/> Decrease Revenue	
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	

<b>Fund Sources Affected</b>	<b>Affected Ch. 20 Appropriations</b>
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS	

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## Fiscal Estimate Narratives

PSC 3/23/2012

LRB Number	11-3366/1	Introduction Number	AB-0734	Estimate Type	Original
<b>Description</b> Treatment of hydroelectric power under the renewable portfolio standard					

### Assumptions Used in Arriving at Fiscal Estimate

The fiscal effect of the proposed legislation is indeterminate. The proposed legislation prohibits an electric service provider from counting, for its renewable portfolio standard (RPS), electricity generated by hydroelectric facilities located outside of the United States. Currently, no electricity from hydroelectric facilities located outside of the United States is being used to meet a municipal utility's RPS obligations. However, a municipal utility could, in the future, purchase hydroelectric power generated outside of the United States and count it towards its RPS. Also, some municipalities contract with an investor-owned utility to provide all of a municipality's electricity and some of these arrangements include meeting RPS requirements. The electricity purchased through these agreements that is counted toward meeting the RPS requirements could, in the future, include electricity generated at a hydroelectric facility outside of the United States.

Prohibiting a provider from counting, for its RPS, electricity generated by hydroelectric facilities located outside of the United States could have a fiscal impact to municipal providers, but the impact is indeterminate. How much electricity generated by a hydroelectric facility located outside of the United States might in the future be included in municipal utilities' renewable portfolios is unknown. Use of electricity generated by a hydroelectric facility located outside of the United States is only one option currently available to meet a provider's RPS. Providers have several other options for complying with their RPS requirement.

Please note, this fiscal estimate is not an evaluation of the probable impact of AB 734 on the cost or reliability of electricity generation, transmission, or distribution or of fuels used in generating electricity.

### Long-Range Fiscal Implications

Indeterminate.