

### Fiscal Estimate - 2017 Session

Original     
  Updated     
  Corrected     
  Supplemental

<b>LRB Number</b> 17-3605/1	<b>Introduction Number</b> SB-434
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**Description**  
 state agency goals for the generation or purchase of electric energy derived from renewable resources

**Fiscal Effect**

**State:**

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

**Local:**

<input type="checkbox"/> No Local Government Costs		
<input type="checkbox"/> Indeterminate	5. Types of Local Government Units Affected	
1. <input type="checkbox"/> Increase Costs	3. <input type="checkbox"/> Increase Revenue	<input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Counties <input type="checkbox"/> Others
2. <input type="checkbox"/> Decrease Costs	4. <input type="checkbox"/> Decrease Revenue	<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	

<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

DHS 8/2/2017

LRB Number	17-3605/1	Introduction Number	SB-434	Estimate Type	Original
<b>Description</b> state agency goals for the generation or purchase of electric energy derived from renewable resources					

### Assumptions Used in Arriving at Fiscal Estimate

Under current law, the Department of Administration develops goals for agencies to increase the percentage of renewable energy used at the state's agencies. The goals were to have agencies use 10 percent renewable energy by December 31st, 2007 and 20 percent renewable energy by December 31st, 2011.

Current law also requires agencies to submit a plan for reducing the cost of energy used by the agency by July 1 of even-numbered years. The plan is submitted to DOA, the joint committee on finance, and the standing committee of each house of the legislature having jurisdiction over energy. The plan includes all system and equipment upgrades or installations which would result in energy cost savings equal to the cost to the upgrades or installations over the anticipated life of the system or equipment. The plan should also identify potential means of financing the upgrades, other than relying on general purpose revenue.

The current bill repeals the renewable energy goals, but continues to require the biennial plan for the reduction of the cost of energy used by the agency. The change to the current statute should not alter Department infrastructure costs, as it currently adopts energy efficient materials and processes into all new construction projects. The Department does not purchase, or enter into its own energy contracts, and cannot analyze the impacts of the differential costs of renewable/non-renewable energy sources.

### Long-Range Fiscal Implications