Fiscal Estimate - 2003 Session

☑ Original ☐ Updated	Corrected	Supplemental		
LRB Number 03-2767/2	Introduction Numbe	er AB-378		
Subject Utility aid payments				
Fiscal Effect				
Appropriations Decrease Existing Appropriations Revel Appropriations Create New Appropriations Local: No Local Government Costs Indeterminate 1. Increase Costs Permissive Mandatory Permi	absorb winues Decrease 5.Types of L Units Affect Units Affect Units Affect Towns Counti	ocal Government oted S Village Cities ies Others		
Permissive Mandatory Permi	II Cohoo			
Fund Sources Affected Affected Ch. 20 Appropriations GPR FED PRO PRS SEG SEGS 20.155 (1) (g)				
Agency/Prepared By	Authorized Signature	Date		
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Fiscal Estimate Narratives PSC 6/9/2003

LRB Number 03-2767/2	Introduction Number	AB-378	Estimate Type	Original
Subject			-	-
Utility aid payments				

Assumptions Used in Arriving at Fiscal Estimate

This bill creates a public utility distribution account for payments to municipalities and counties, beginning in 2005, for power plants in their jurisdictions that began operation after December 31, 2003. For those plants meeting certain conditions the payments would replace the existing shared revenue payments. The bill, as it relates to the work of the PSC, also provides that any mitigation payments made by utilities to municipalities (196.20 (7))may not be recovered in rates. The PSC has some minor requirements such as the one above under the bill. However, none of the provisions as they relate to the PSC will increase the workload of the agency in any perseptable way.

The bill will have effects on municipalities and counties. However, the local effects of the provisions related to aid payments will be addressed by the Department of Revenue. The tasks proposed in the bill for the PSC may, or may not, affect local governments. It is possible that the inability of utilities to include any mitigation payments to municipalities in rates may make them a less attractive alternative when negotiating with communities for powerplant sites. On the other hand, it cannot be said with any certainty that the inablitiy to include these payments in rates will lead to their discontinuance as an option in certain situations.

Long-Range Fiscal Implications

None