

Fiscal Estimate - 2023 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 23-0133/1	Introduction Number AB-0840
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Description
 funding of the Focus on Energy program

Fiscal Effect

State:

No State Fiscal Effect
 Indeterminate

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

No Local Government Costs
 Indeterminate

1. <input type="checkbox"/> Increase Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 2. <input type="checkbox"/> Decrease Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	3. <input type="checkbox"/> Increase Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 4. <input type="checkbox"/> Decrease Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	5. Types of Local Government Units Affected <input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities <input type="checkbox"/> Counties <input type="checkbox"/> Others <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts
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Fund Sources Affected	Affected Ch. 20 Appropriations
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS	

Agency/Prepared By	Authorized Signature	Date
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Fiscal Estimate Narratives

PSC 12/26/2023

LRB Number	23-0133/1	Introduction Number	AB-0840	Estimate Type	Original
Description funding of the Focus on Energy program					

Assumptions Used in Arriving at Fiscal Estimate

2023 AB 840 changes the required utility contribution rate for the Focus on Energy program from 1.2 percent to 2.4 percent of annual operating revenues derived from retail sales. This will result in an approximate \$100 million increase in the budget for the Focus on Energy program. Increasing the statutory assessment to 2.4 percent of utility annual operating revenues will generate additional overall customer savings of over \$400 million in avoided costs. This increased funding will generate additional benefits by improving the efficiency of the overall statewide energy system, thereby decreasing utility costs as reflected in reduced utility revenue requirements.

The work associated with the increased program budget can be absorbed with existing staff resources. There would be no fiscal effects to the Commission as a result of this bill.

Long-Range Fiscal Implications