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Sam Brownback, Governor

Jon Hummell, Interim Director

January 29, 2014

The Honorable Pat Apple, Chairperson Senate Committee on Utilities Statehouse, Room 224-E Topeka, Kansas 66612

Dear Senator Apple:

SUBJECT: Fiscal Note for SB 307 by Senate Committee on Utilities

In accordance with KSA 75-3715a, the following fiscal note concerning SB 307 is respectfully submitted to your committee.

SB 307 would amend current law regarding the Kansas Electric Transmission Authority (KETA) to ensure adequate planning and improvements in the state's infrastructure and related policy initiatives. The board of directors for KETA would increase from seven to nine members, with five members, rather than three, being appointed by the Governor. The bill would also make changes to the board members' length of terms. SB 307 would create a six-member electric transmission advisory council to review fees, rates, and tariffs for services related to the Authority. The members of the council would be appointed by KETA and include a representative of the following agencies or companies:

- 1. Renewable energy company;
- 2. Transmission-owning utility;
- 3. Transmission-dependent utility;
- 4. Kansas Department of Commerce; and
- 5. Kansas Department of Wildlife, Parks, and Tourism.

The Kansas Corporation Commission indicates that KETA is funded by the KETA Administrative Fund. Any fiscal effect of the bill would be limited to the increase in expenditures related to compensation of Board members and council members, and would be negligible.

Sincerely,

Jon Hummell,

Interim Director of the Budget

cc: Tom Day, KCC