

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4185-01
Bill No.: HB 1472
Subject: Natural Resources Dept.; Utilities
Type: Original
Date: March 16, 2004

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
Total Estimated Net Effect on Other State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 4 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Economic Development - Public Service Commission** and the **Department of Economic Development - Office of Public Counsel** assume the proposed legislation would have no fiscal impact on their agencies.

Officials from the **Department of Natural Resources** assume additional requests for technical assistance from persons and businesses interested in clean energy and how to use net metering would be handled with existing resources.

<u>FISCAL IMPACT - State Government</u>	FY 2004 (10 Mo.)	FY 2005	FY 2006
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Local Government

FY 2005
(10 Mo.)

FY 2006

FY 2007

\$0

\$0

\$0

FISCAL IMPACT - Small Business

Provide new choices on ways to reduce their vulnerability to changes in the price of energy,

DESCRIPTION

This bill requires the Department of Natural Resources to prescribe by rule a requirement for all Missouri electricity suppliers to generate or purchase electricity from renewable energy resources. The rules must include a portfolio requirement providing for renewable energy sources of at least 0.25% of retail sales after 2004, at least 1.5% after 2007, at least 3% after 2010, and at least 6% for 2015 through 2025. The department must establish a certification process for power generated from renewable resources.

The bill requires all electrical energy suppliers to disclose standard and useful information regarding the generation attributes of electricity. This information must be provided on a quarterly basis to the supplier's customers and to anyone who requests it and must contain information that will help the customer understand the environmental consequences of electrical generation and use, including the sources of energy supplied and the types of pollutants that are attributable to the electricity supplied.

The Missouri Public Service Commission will determine the manner in which this information will be presented. The information will be available on the commission's homepage.

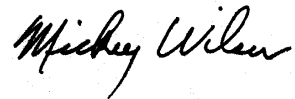
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Natural Resources

Department of Economic Development -
Public Service Commission

Department of Economic Development -
Office of Public Counsel

A handwritten signature in black ink, reading "Mickey Wilson". The signature is written in a cursive, flowing style.

Mickey Wilson, CPA
Director
March 16, 2004