

State Corporation Commission 2022 Fiscal Impact Statement

1. Bill Number: HB 490

House of Origin	<input checked="" type="checkbox"/>	Introduced	<input type="checkbox"/>	Substitute	<input type="checkbox"/>	Engrossed
Second House	<input type="checkbox"/>	In Committee	<input type="checkbox"/>	Substitute	<input type="checkbox"/>	Enrolled

2. Patron: Freitas

3. Committee: Commerce & Energy

4. Title: Public utility ratemaking; contracting with small, women-owned, or minority-owned businesses.

5. Summary: Repeals certain provisions of the Code relating to proceedings in which the State Corporation Commission is required to determine whether costs incurred by a public utility in its delivery or provision of any goods or services are reasonable or prudent. In such proceedings, the incremental portion of costs incurred as a result of contracting with a small, women-owned, or minority-owned business to deliver or provide the goods or services are currently not considered unreasonable or imprudently incurred if the costs do not exceed by more than three percent the costs that would have been incurred had the utility used the lowest-cost qualified business; the bill repeals this provision.

6. Budget Amendment Necessary: No

7. Fiscal Impact Estimates: No Fiscal Impact on the State Corporation Commission

8. Fiscal Implications: None on the State Corporation Commission

9. Specific Agency or Political Subdivisions Affected: State Corporation Commission

10. Technical Amendment Necessary: No

11. Other Comments: None

BSP 1/18/2022