

**State Corporation Commission
2025 General Assembly Session
State Fiscal Impact Statement**

General Fund Expenditure Impact: None

Nongeneral Fund Expenditure Impact:

<u>Agency</u>	<u>FY2025</u>	<u>FY2026</u>	<u>FY2027</u>	<u>FY2028</u>	<u>FY2029</u>	<u>FY2030</u>
SCC (17100)			\$50,000			
TOTAL			\$50,000			

Position Impact: None

Fiscal Analysis:

This bill requires a rulemaking proceeding that will involve expert technical analysis and may also involve a workgroup to gather and evaluate comments from case participants. The State Corporation Commission anticipates that these tasks will likely require the use of an external consultant and/or facilitator. The State Corporation Commission estimates that the cost of this consultant and/or facilitator will be approximately \$50,000, based on a review of previous contracts for comparable proceedings.

This bill will also result in other new proceedings, or additional work to be performed in existing recurring proceedings. There are several legislative proposals advancing in the 2025 Regular Session that involve a proceeding, new regulations, or direct the Commission to lead a work group or author a report. The cumulative effect of enactment of these types of proposals will exceed the capacity of Commission Staff responsible for public utility regulation and may result in the need for additional appropriations, positions, or both.

The SCC costs to implement the requirements in this bill will impact its Public Utility Fund (02080). The current rate cap authorization (58.1-2900) as approved by the General Assembly (GA) is not sufficient to generate the revenue needed for the Fund to cover the costs of this bill's requirements. However, bills HB2663 and SB1336 have been introduced in the 2025 GA session to adjust electric consumption rate caps to fund SCC existing expenses and potential new expenses from electric utility SCC oversight legislation passed during the 2025 GA Session. The costs associated with HB2087 can be absorbed from the revenue that would result from the passage of HB2663/SB1336.

Other: None