

February 2, 2010

The Honorable Carl Holmes, Chairperson
House Committee on Energy and Utilities
Statehouse, Room 174-W
Topeka, Kansas 66612

Dear Representative Holmes:

SUBJECT: Fiscal Note for HB 2488 by House Committee on Local Government

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2488 is respectfully submitted to your committee.

Under current law, state agencies enter into contracts to finance, pledge, loan, or lease-purchase for energy conservation measures in their buildings only if the estimated energy and operational cost savings over a specified time-period is greater than the cost of the energy conservation measures. HB 2488 would allow increased revenue to the state agency to be included in the calculation of cost savings when justifying the payback from energy conservation measures.

The Department of Administration indicates that it does not foresee any additional revenues generated by implementing energy conservation measures. Therefore, no revenues would be available to offset the costs of these measures and HB 2488 would have no fiscal effect.

Sincerely,



Duane A. Goossen
Director of the Budget

cc: Tom Day, KCC
Pat Higgins, Administration