

\*Estimates provided by Ann Bishop at the PUC - Summarized by the Joint Fiscal Office on 2/26/19

**Proposal**

1. Application Fees: \$100 for all NMR and NM and \$5/kW for all others (Revenue estimate is based on number of filings in FY18 -\$580k)
2. Increase GRT on gas from 0.003 to 0.00525
3. Increase GRT on electric from 0.005 to 0.00525
4. Create dedicated revenue streams by associating portions of the penny rate to PUC and the Department

Current Revenue Estimates:

	FY20	FY21	FY22	FY23
<b>Gross Receipts Tax Total:</b>	\$8,794,309	\$8,743,218	\$8,754,907	\$8,783,515
Department -60%	\$5,276,586	\$5,245,931	\$5,252,944	\$5,270,109
Commission -40%	\$3,517,724	\$3,497,287	\$3,501,963	\$3,513,406
<b>Budget Requests:</b>				
Department Funds Needed (Provided by June Tierrey in HET Testimony on 2/13/19)	\$6,013,650	\$6,155,572	\$6,300,844	\$6,449,544
Commission funds needed	\$3,848,848	\$4,002,802	\$4,162,914	\$4,329,430
<b>Budgetary Shortfalls:</b>				
Department	-\$737,064	-\$909,641	-\$1,047,900	-\$1,179,435
Commission	-\$331,124	-\$505,514	-\$660,951	-\$816,024

Proposed Gross Receipt Tax Increases and Dedications:

	Current Rate (10E-2)	Proposed Rate (10E-2)			FY20 Revenue Increase		
		Total	Dept	PUC	Total	Dept	PUC
Electric	0.5	0.525	0.315	0.21	\$288,897	\$173,338	\$115,559
Telephone	0.5	0.5	0.3	0.2			
Cable	0.5	0.5	0.3	0.2			
Gas	0.3	0.525	0.315	0.21	\$241,911	\$145,147	\$96,765
Water	0.1	0.1	0.06	0.04			
<b>Total</b>					<b>\$530,809</b>	<b>\$318,485</b>	<b>\$212,324</b>

FY18 Application Fee Analysis Summarized - Number of Cases and Generation Capacity by Persons or Companies that do not pay the Gross Receipts Tax

	Number Cases Filed by Entities	KW Generation Filed	FY18 Application Fee Revenue
Generation Projects > 5 MW	-	-	0
Generation Projects >500 kW through 5 MW	6	24,070	\$120,350
Net-metering petitions >50 kW through 500 kW	75	27,482	\$137,410
Net-metering applications (through 50 kW)	7	253	\$700
Net-metering registrations (all sizes)	3,190	43,321	\$319,000
Amendments to CPGs	119		\$2,975
<b>Total</b>	<b>3,515</b>	<b>95,127</b>	<b>\$580,435</b>

Revenue Estimates including Proposed GRT Increases and Application Fees:

	<b>FY20</b>	<b>FY21</b>	<b>FY22</b>	<b>FY23</b>
Dedicated Department GRT	\$5,595,071	\$5,556,795	\$5,562,654	\$5,583,775
Dedicated Commission GRT	\$3,730,047	\$3,704,530	\$3,708,436	\$3,722,517
<b>Application Fees</b>				
Department - 60%	\$348,261	\$348,261	\$348,261	\$348,261
Commission - 40%	\$232,174	\$232,174	\$232,174	\$232,174
<b>Budgetary Shortfalls:</b>				
Department	-\$70,318	-\$250,516	-\$389,929	-\$517,508
Commission	\$113,374	-\$66,097	-\$222,303	-\$374,739

Note: PUC did not estimate application fees for out years - estimate based on FY18 data