Approved:	April 1, 2011
	Date

### MINUTES OF THE HOUSE ENERGY AND UTILITIES COMMITTEE

The meeting was called to order by Vice-Chairman Forrest Knox at 9:00 A.M. on March 8, 2011, in Room 785 of the Docking State Office Building.

All members were present except:

Representative Carl Holmes-excused Representative Richard Proehl-excused

## Committee staff present:

Matt Sterling, Office of the Revisor of Statutes Cindy Lash, Kansas Legislative Research Department Corey Carnahan, Kansas Legislative Research Department Renae Hansen, Committee Assistant

## Conferees appearing before the Committee:

Christine Aarnes, KCC Ed Cross, KIOGA David Bleakley, EKOGA Doug Louis, KCC, Conservation Department Representative Forrest Knox

## Others attending:

Thirty-seven including the attached list.

Christine Aarnes, KCC, (<u>Attachment 1</u>), presented the report to the committee required by K.S.A. 2009 Supp. 66-2005 as amended by SB 350 and HB 2637 during the 2009 session. The report included:

- A Synopsis of the Statute
- Price Deregulated Exchanges
- Weighted, Statewide Average Rate for Non-wireless Residential and Single-Line Business Service
- Weighted Average Rate in Price Deregulated Exchanges
- Weighted Statewide Average Rate and the Change in the CPI
- Other Factors for Evaluating Effectiveness of Competition
  - History of Price Deregulation
  - Changes in Number of Service Providers and Market Share Information
  - Herfindahl-Herschman Index (HHI)
- Trends in the Telecommunications Market
- Prices at Date of Price Deregulation Compared to Prices as of January 1, 2011
- Price Deregulation of Bundles Services
- Bundled Services Offerings
- Bundles vs. Stand-Alone Service by Exchange
- Conclusions Drawn
- Recommended Changes

Questions were asked and comments made by Representatives: Nile Dillmore, Don Hineman, Stan Frownfelter, Joe Seiwert, and Mike Burgess.

# Hearing on:

# HCR5023-Urging congress to permit the Kansas Corporation Commission to regulate hydraulic fracturing.

# Proponents:

Ed Cross, KIOGA (Kansas Independent Oil & Gas Association), (<u>Attachment 2</u>), offered testimony in support of <u>HCR5023</u>. Included in his testimony was a historical time line of hydraulic fracturing.

David Bleakley, EKOGA (Eastern Kansas Oil & Gas Association), (<u>Attachment 3</u>), presented testimony in support of <u>HCR5023</u>.

#### CONTINUATION SHEET

The minutes of the House Energy and Utilities Committee at 9:00 A.M. on March 8, 2011, in Room 785 of the Docking State Office Building.

Doug Louis, KCC (Kansas Corporation Commission), Conservation Department, (<u>Attachment 4</u>), spoke to the committee in support of <u>HCR5023</u>.

Written Proponents:

Ken Peterson, American Petroleum Institute, (<u>Attachment 5</u>) presented written testimony in support of **HCR5023**.

Wes Ashton, Black Hills Energy, (Attachment 6), gave written testimony in support of HCR5023.

Steve Stanfield, President, Consolidated Oil Well Services, LLC, (<u>Attachment 7</u>), offered written testimony in support of <u>HCR5023</u>.

There were no committee questions.

The hearing on **HCR5023** was closed.

Continued Hearing on:

# HR 6008-Opposing the Environmental Protection Agency's Regulatory train wreck

Representative Forrest Knox offered additional information on **HR6008**:

- Forrest Knox, (Attachment 8)
- Environmental Regulatory Time-line for Coal Units (<u>Attachment 9</u>)
- ALEC EPA regulation to consider (<u>Attachment 10</u>)

The KDHE presented a time-line for the Greenhouse Gas Tailoring Rule. (Attachment 11)

There were no committee questions.

The hearing on **HR6008** was closed.

The next meeting is scheduled for March 9, 2011.

The meeting was adjourned at 10:31 A.M.