

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS
FISCAL IMPACT STATEMENT**

LS 6933
BILL NUMBER: HB 1245

NOTE PREPARED: Dec 31, 2025
BILL AMENDED:

SUBJECT: IURC Study of Data Centers.

FIRST AUTHOR: Rep. Shackelford
FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: **GENERAL**
 X DEDICATED
 FEDERAL

IMPACT: State

Summary of Legislation: This bill requires the Indiana Utility Regulatory Commission (IURC) to conduct a study to evaluate the effect of new and additional electricity demand from data centers and large load customers on: (1) the costs incurred by energy utilities to meet that demand; and (2) retail electric rates for all customer classes of energy utilities. It sets forth specific topics that the IURC must evaluate as part of the study. It also requires the IURC to include in its 2026 annual report the IURC's findings with respect to the topics evaluated in the study.

Effective Date: Upon passage.

Explanation of State Expenditures: The bill will increase the workload of the IURC to study and report findings concerning energy needs for data centers in the Commission's annual report by October 2026. The increase in workload is expected to be accomplished within existing resource and funding levels.

Additional Information - The operating budget of the IURC is funded by regulated utilities operating in Indiana. The rate at which to bill the utilities is based on the agencies' budgets, less reversions, divided by the total amount of gross intrastate operating revenue received by the regulated utilities for the previous fiscal year.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: IURC.

Local Agencies Affected:

Information Sources:

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