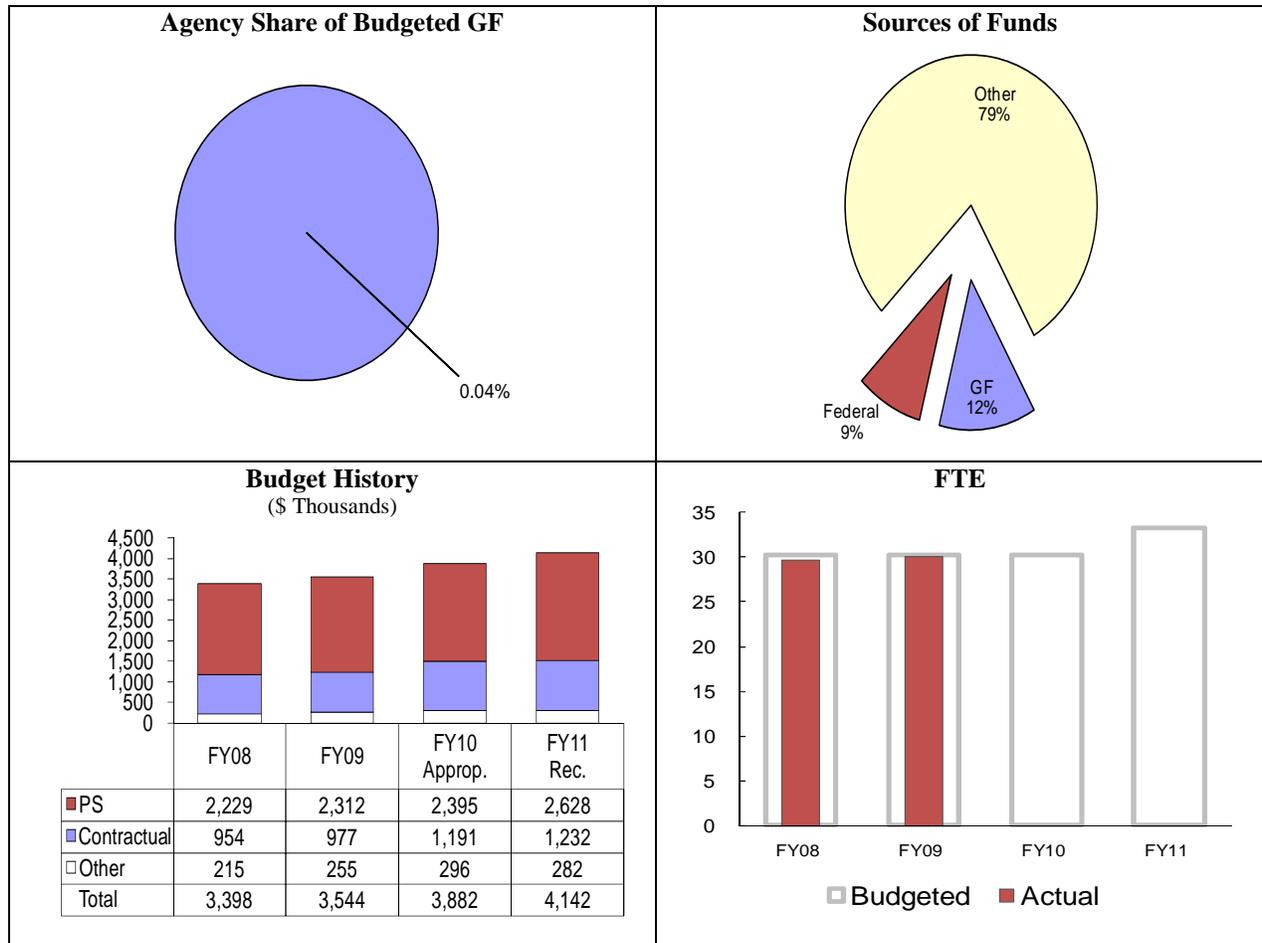


# FY11 Budget Briefing

## Public Utilities Commission



### Key Responsibilities

The Public Utilities Commission is responsible to serve and protect the public by ensuring safe, reliable, and high quality utility services at rates reflecting either a competitive market in areas where competition develops, or fair regulation in areas where competition does not exist; to keep the public informed so they can make wise choices; to promote their interests through public policy; to resolve disputes between customers and their utilities and between competing utilities; to regulate electric, natural gas, telecommunications companies, grain warehouses, grain dealers, public storage warehouses, intrastate pipeline safety, and excavation activities; and to represent the State at large.

### Key Personnel

- **Dustin Johnson**, Chair; **Steve Kolbeck**, Vice Chair; **Gary Hanson**, Commissioner
- **Patricia Van Gerpen**, Executive Director;
- **Cindy Kemnitz**, Finance Manager

## **Public Utilities Commission**

The Legislature appropriates from the general fund, federal funds and other funds, as well as FTEs for the Public Utilities Commission; and the entire office appears in the General Appropriation Act as one program. All other fund authority within the Public Utilities Commission is considered informational budgets. However, they are not labeled as such in the General Appropriation Act.

The Governor recommends a total appropriation of \$4,141,534 and 33.2 FTEs for the Public Utilities Commission for FY 2011. This dollar amount consists of \$514,199 from the general fund, \$351,905 in federal funds, and \$3,275,430 in other funds. The Governor's recommendation is an increase from FY 2010 in general funds of \$1,843 (0.4%), in federal funds of \$255,509 (265.1%) and in other funds of \$1,870 (0.1%).

Item	Actual	Budgeted	Agency Req.	Gov Rec.	Inc/Dec	% Change
	FY09	FY10	FY11	FY11	FY11	From FY10
Personal Services	2,311,823	2,395,201	2,617,126	2,627,619	232,418	9.7%
Travel	155,687	176,604	167,954	168,404	(8,200)	(4.6%)
Contractual Services	977,486	1,191,326	1,231,676	1,232,226	40,900	3.4%
Supplies & Materials	73,834	70,385	68,485	68,735	(1,650)	(2.3%)
Grants And Subsidies	-	-	-	-	-	0.0%
Capital Outlay	15,211	48,796	45,800	44,550	(4,246)	(8.7%)
Other	10,430	-	-	-	-	0.0%
<b>Total</b>	<b>3,544,471</b>	<b>3,882,312</b>	<b>4,131,041</b>	<b>4,141,534</b>	<b>259,222</b>	<b>6.7%</b>
<b>Funding Types</b>						
General	544,107	512,356	552,931	514,199	1,843	0.4%
Federal	73,454	96,396	350,729	351,905	255,509	265.1%
Other	2,926,910	3,273,560	3,227,381	3,275,430	1,870	0.1%
<b>Total</b>	<b>3,544,471</b>	<b>3,882,312</b>	<b>4,131,041</b>	<b>4,141,534</b>	<b>259,222</b>	<b>6.7%</b>
FTE	30.0	30.2	33.2	33.2	3.0	9.9%

## **Salary Policy**

The Governor recommends no salary policy for FY 2011.

	General Funds	Federal Funds	Other Funds	Total
0% PACE Movement	-	-	-	-
0% Across-the-Board	-	-	-	-
Health Insurance	1,843	1,176	7,474	10,493
<b>Total</b>	<b>1,843</b>	<b>1,176</b>	<b>7,474</b>	<b>10,493</b>

## **Excess Personal Services History**

Amount appropriated for personal services that exceeded personal services needs.

	General Funds	Federal Funds	Other Funds	All Funds	FTE
FY09	-	(11,043)	89,933	78,890	0.2
FY08	2,443	(4,103)	88,209	86,550	0.5
FY07	3,975	22,189	110,301	136,465	1.2
FY06	2,732	34,297	4,036	41,066	2.9
FY05	16,480	30,233	(9,494)	37,219	1.6
<b>5 Yr Ave.</b>	<b>5,126</b>	<b>14,314</b>	<b>56,597</b>	<b>76,038</b>	<b>1.3</b>

## Department's FY10 Highest Priorities

The South Dakota Public Utilities commission focuses on the state's ratepayers and utility producers, managing its responsibility with the long-term public interest in mind. Accordingly, the priorities listed below are those that the commission examines to evaluate the fulfillment of its responsibility.

- Electric and Natural Gas – Looking after the welfare of South Dakotans as related to electric and natural gas issues.
- Grain Warehouse – Monitoring the South Dakota grain industry.
- Pipeline Safety – Regulating hazardous gas intrastate pipelines which includes ensuring the public is provided safe and dependable gas service.
- South Dakota One Call Board – Assisting the One Call Board with administering the South Dakota One Call program, commonly referred to as “Call before you dig”.
- Telecommunications – Providing regulatory authority over some telecommunications providers and services in South Dakota.
- Consumer Affairs – Providing a number of services for consumers including: helping resolve disputes between consumers and their investor-owned electric, natural gas, or telephone service providers; providing educational information about energy efficiency, consumer protections, and making wise utility choices; offering guidance and referrals for consumers who may have difficulty paying their utility bills; and administering the South Dakota Do Not Call Registry.

## Major Expansions and Reductions

Governor's Recommendation				
		State		
		General		
Budget Item		Fund	All Funds	FTE
A.	Grain/Warehouse Division			
	-Operating Expenses		(1,146)	
B.	Fixed Utilities Division			
	-Personal Services		222,233	3.0
	-Operating Expenses		25,150	
C.	Pipeline Safety Division			
	-Operating Expenses		(600)	
D.	One Call Notification Board			
	-Personal Services		(308)	
	-Operating Expenses		6,300	
E.	Do Not Call List			
	-Operating Expenses		(2,900)	
	Health Insurance	1,843	10,493	
	Total	1,843	259,222	3.0

A. Grain/Warehouse Division - The Governor is recommending a reduction in other fund expenditure authority of \$1,146 for operating expenditures due to the PUC streamlining the way they do business and to more accurately reflect actual expenditures in this division.

- B. Fixed Utilities Division** - The Governor recommends federal fund expenditure authority of \$222,233 for personal services and 3.0 FTEs. This is due to the PUC being awarded American Recovery and Reinvestment Act funds to hire 1 attorney and 2 electrical specialists to analyze dockets related to energy projects and to assist with the increased workload in the electrical area.

The Governor also recommends federal fund expenditure authority of \$34,600 for contractual services. This is due to the PUC being awarded American Recovery and Reinvestment Act funds to train newly hired analysts and current staff, on the latest electrical issues. The training will bring the PUC staff up-to-date on how to process these projects.

The Governor also recommends a reduction in other fund expenditure authority of \$9,450 for operating expenses in contractual services, supplies, and capital outlay. This is the result of the PUC streamlining the way they do business and to more accurately reflect actual expenditures.

- C. Pipeline Safety Division** - The Governor recommends a decrease of \$2,500 in federal fund expenditure authority and an increase of \$1,900 in other fund expenditure authority for operating expenditures in travel, contractual services and capital outlay. This change is a combination of items such as: pipeline certification of employees requiring more out of state travel and less in-state travel, an increase in rents for meeting space to host the ND/SD Pipeline Operators Seminar every other year, and a decrease in capital outlay made to more accurately reflect actual and anticipated expenditures in FY 2011.

- D. One Call Notification Board** - The Governor recommends a decrease of \$308 in other fund expenditure authority for personal services to more accurately reflect actual expenditures.

The Governor also recommends a decrease of \$7,700 in other fund expenditure authority for travel. This decrease is due to travel paid for by companies and municipalities that employ the board members are increasing.

The Governor also recommends an increase of \$14,000 in other fund expenditure authority for contractual services. The increase is a combination of items: 1) in FY 2009 and FY 2010 there were actually 2 executive directors on staff – one retiring and the new one. The Board had an overlap period whereby both the retiring director and the new one were working together for training and guidance purposes. In FY 2011, there will just be the new director, thus a decrease in management consultant fees of \$12,500; 2) a decrease of \$500 for audit services to more accurately reflect actual expenditures; and 3) an increase of \$27,000 for the One Call Notification Center processing of incoming and outgoing call tickets to more accurately reflect actual anticipated expenditures in FY 2011.

- E. Do Not Call List** - The Governor recommends a decrease of \$3,750 in other fund expenditure authority for contractual services. The decrease is a combination of items: 1) in FY 2009 and FY 2010 an extensive promotional campaign was implemented to increase awareness of this program. The PUC is not planning such a campaign in FY 2011 and therefore, reducing this budget by \$5,000; 2) increase of \$250 in central service budget to more accurately reflect anticipated actual expenditures; and 3) increase of \$1,000 for rent of booth space at home shows and fairs to promote the Do Not Call program.

The Governor also recommends an increase of \$850 in other fund expenditure authority for supplies and materials. The increase is a combination of items: 1) an increase of \$1,000 for office supplies to accurately reflect the utilization of these items; 2) a decrease of \$250 in state printing to more accurately reflect expenditures in this area; and 3) an increase of \$100 for postage due to the number of letters being sent to consultants requesting written confirmation of their client's being registered for the Do Not Call List.

## **Administration**

This program in the Public Utilities Commission represents the appropriation for the commissioners' salaries, as well as the 3.0 FTEs. Operating expenses are assessed to other program areas within the Commission's budget. The Governor recommends a total appropriation for Administration of \$346,181 in general funds for FY 2011. The Governor's recommendation is an increase of \$1,081 (0.3%).

	<b>Actual</b>	<b>Budgeted</b>	<b>Agency Req.</b>	<b>Gov Rec.</b>	<b>Inc/Dec</b>	<b>% Change</b>
<b>Item</b>	<b>FY09</b>	<b>FY10</b>	<b>FY11</b>	<b>FY11</b>	<b>FY11</b>	<b>From FY10</b>
Personal Services	327,548	345,100	345,100	346,181	1,081	0.3%
Travel	-	-	-	-	-	0.0%
Contractual Services	-	-	-	-	-	0.0%
Supplies & Materials	-	-	-	-	-	0.0%
Grants And Subsidies	-	-	-	-	-	0.0%
Capital Outlay	-	-	-	-	-	0.0%
Other	-	-	-	-	-	0.0%
<b>Total</b>	<b>327,548</b>	<b>345,100</b>	<b>345,100</b>	<b>346,181</b>	<b>1,081</b>	<b>0.3%</b>
<b>Funding Types</b>						
General	327,548	345,100	345,100	346,181	1,081	0.3%
Federal	-	-	-	-	-	0.0%
Other	-	-	-	-	-	0.0%
<b>Total</b>	<b>327,548</b>	<b>345,100</b>	<b>345,100</b>	<b>346,181</b>	<b>1,081</b>	<b>0.3%</b>
FTE	3.0	3.0	3.0	3.0	-	0.0%

## **Budget Notes**

- The Governor's recommended increase in the employer paid portion of the state health insurance plan is \$1,081 in general fund expenditure authority.

<b><u>REVENUES</u></b>				
	<b>Actual</b>	<b>Actual</b>	<b>Estimated</b>	<b>Estimated</b>
	<b>FY08</b>	<b>FY09</b>	<b>FY10</b>	<b>FY11</b>
Warehouse and Grain Dealer Permits	81,607	78,003	75,000	75,000
Check-Off Inspections	3,710	2,336	2,500	2,500
Warehouse Interest	6,267	8,973	7,000	7,000
Gross Receipts Tax	1,679,580	1,735,905	1,600,000	1,600,000
Telecommunications Application Fees	3,635	3,750	3,500	3,500
Gross Receipts Tax Interest Earned	94,175	116,206	95,000	95,000
Filing Fees	163,207	254,336	100,000	100,000
Pipeline Safety--Federal Reimbursements	89,843	97,488	85,000	85,000
Pipeline Safety Interest	3,737	1,453	1,500	1,500
Pipeline Safety--Direct & General Reimbursements	97,028	56,470	65,000	65,000
One-Call Location Service Fees	622,483	635,085	620,000	620,000
One-Call Interest Earned	9,144	17,594	10,000	10,000
Do Not Call Revenue	42,250	34,799	33,000	33,000
Do Not Call Interest Earned	5,322	8,772	2,000	2,000
<b>Total</b>	<b>2,901,988</b>	<b>3,051,170</b>	<b>2,699,500</b>	<b>2,699,500</b>

<b><u>SELECTED STATISTICAL DATA</u></b>				
	<b>Actual</b>	<b>Actual</b>	<b>Estimated</b>	<b>Estimated</b>
	<b>FY08</b>	<b>FY09</b>	<b>FY10</b>	<b>FY11</b>
Grain Warehouse/Dealer License	94/298	92/302	92/302	92/302
Nonstorage Grain Dealers	31	27	27	27
Federal Grain Storage Dealers	123	122	122	122
Public Warehouse Storage	18	0	0	0
Dockets Opened	227	199	200	200
Dollars Recovered for SD Consumers	\$95,232	\$97,976	\$75,000	\$75,000
On-Site Pipeline Safety Inspections	111.5	86.0	90.0	90.0
Miles of Distribution Pipeline	4,327	5,153	5,153	5,153
Operators	15	14	14	14
Incoming/Outgoing Notifications Processed	121,540/633,697	116,514/596,468	116,500/595,000	116,500/595,000

## **Grain/Warehouse Division**

The Grain/Warehouse division licenses and monitors grain dealers and warehouses consisting of grain storage facilities, non-storage facilities, truck grain dealers, and grain brokers. It also approves licenses and necessary bonding or insurance coverage for general storage facilities. The division has one part-time and two full-time inspectors who annually perform 300-400 general and special inspections on the grain warehouses and grain dealers. The inspectors also perform grain check-off inspections for the SD Wheat Commission, SD Corn Utilization Council, and the SD Soybean Council.

The Grain and Warehouse Other Fund is considered an information fund. However, the general funds are not considered informational.

The Governor recommends a total appropriation for the Grain/Warehouse Division of \$354,717 for FY 2011. This dollar amount consists of \$168,018 in general funds and \$186,699 in other funds. The Governor also recommends 5.5 FTEs. The Governor's recommendation is an increase of \$762 (0.5%) in general funds and a decrease of \$371 (0.2%) in other funds from FY 2010.

	<b>Actual</b>	<b>Budgeted</b>	<b>Agency Req.</b>	<b>Gov Rec.</b>	<b>Inc/Dec</b>	<b>% Change</b>
<b>Item</b>	<b>FY09</b>	<b>FY10</b>	<b>FY11</b>	<b>FY11</b>	<b>FY11</b>	<b>From FY10</b>
Personal Services	242,886	277,030	277,030	278,567	1,537	0.6%
Travel	18,494	23,550	23,100	23,550	-	0.0%
Contractual Services	32,508	38,750	38,000	38,550	(200)	(0.5%)
Supplies & Materials	3,521	4,500	4,250	4,500	-	0.0%
Grants And Subsidies	-	-	-	-	-	0.0%
Capital Outlay	639	10,496	10,800	9,550	(946)	(9.0%)
Other	-	-	-	-	-	0.0%
<b>Total</b>	<b>298,048</b>	<b>354,326</b>	<b>353,180</b>	<b>354,717</b>	<b>391</b>	<b>0.1%</b>
<b>Funding Types</b>						
General	216,560	167,256	207,831	168,018	762	0.5%
Federal	-	-	-	-	-	0.0%
Other	81,488	187,070	145,349	186,699	(371)	(0.2%)
<b>Total</b>	<b>298,048</b>	<b>354,326</b>	<b>353,180</b>	<b>354,717</b>	<b>391</b>	<b>0.1%</b>
FTE	4.2	5.5	5.5	5.5	-	0.0%

### **Budget Notes**

- The Governor's recommended increase in the employer paid portion of the state health insurance plan is \$762 in general fund expenditure authority and \$775 in other fund expenditure authority.
- The Governor is recommending a reduction in other fund expenditure authority of \$1,146 for operating expenditures due to the PUC streamlining the way they do business and to more accurately reflect actual expenditures in this division.

## **Fixed Utilities—Informational**

The Commission has jurisdiction over the territory, complaints, and quality of service of all natural gas, electric, and telecommunication utilities operating within South Dakota. Certain utilities are exempt from the Commission's rate regulation, which include municipal, rural electric cooperatives and small, independent, and cooperative telephone companies. The Commission has jurisdiction over switched access rates for all telecommunications companies providing local service including small, independent, and cooperative companies.

Funding for this activity comes from the South Dakota Public Utilities Commission Gross Receipts Tax Fund. This fund is financed by assessing a tax of up to .0015, or .15%, on the annual intrastate gross receipts received by a utility. The fund is used by the Commission to defray regulatory expenses related to the regulation of telecommunications, electricity, and natural gas.

The Governor's recommended budget for the Fixed Utilities Division, which is an informational item, is \$2,256,267 and 21.9 FTEs. This dollar amount consists of \$256,833 in federal funds and \$1,999,434 in other funds. The Governor's recommendation is an increase of \$256,833 (100.0%) in federal funds, a decrease of \$3,272 (0.2%) in other funds, and an increase of 3.0 FTEs (15.9%), from FY 2010.

Item	Actual	Budgeted	Agency Req.	Gov Rec.	Inc/Dec	% Change
	FY09	FY10	FY11	FY11	FY11	From FY10
Personal Services	1,452,185	1,593,102	1,815,335	1,821,513	228,411	14.3%
Travel	89,371	90,204	90,204	90,204	-	0.0%
Contractual Services	221,998	254,200	284,850	284,850	30,650	12.1%
Supplies & Materials	26,378	31,200	28,700	28,700	(2,500)	(8.0%)
Grants And Subsidies	-	-	-	-	-	0.0%
Capital Outlay	13,038	34,000	31,000	31,000	(3,000)	(8.8%)
Other	-	-	-	-	-	0.0%
<b>Total</b>	<b>1,802,970</b>	<b>2,002,706</b>	<b>2,250,089</b>	<b>2,256,267</b>	<b>253,561</b>	<b>12.7%</b>
<b>Funding Types</b>						
General	-	-	-	-	-	0.0%
Federal	-	-	256,833	256,833	256,833	100.0%
Other	1,802,970	2,002,706	1,993,256	1,999,434	(3,272)	(0.2%)
<b>Total</b>	<b>1,802,970</b>	<b>2,002,706</b>	<b>2,250,089</b>	<b>2,256,267</b>	<b>253,561</b>	<b>12.7%</b>
FTE	18.2	18.9	21.9	21.9	3.0	15.9%

### **Budget Notes**

- The Governor's recommended increase in the employer paid portion of the state health insurance plan is \$6,178 in other fund expenditure authority.
- The Governor recommends federal fund expenditure authority of \$222,233 for personal services and 3.0 FTEs. This is due to the PUC being awarded American Recovery and Reinvestment Act funds to hire 1 attorney and 2 electrical specialists to analyze dockets related to energy projects and to assist with the increased workload in the electrical area.
- The Governor also recommends federal fund expenditure authority of \$34,600 for contractual services. This is due to the PUC being awarded American Recovery and Reinvestment Act funds to train newly hired analysts and current staff, on the latest electrical issues. The training will bring the PUC staff up-to-date on how to process these projects.
- The Governor also recommends a reduction in other fund expenditure authority of \$9,450 for operating expenses in contractual services, supplies, and capital outlay. This is the result of the PUC streamlining the way they do business and to more accurately reflect actual expenditures.

## Rate Case/Utility Investment Fund--Informational

This Division is charged with carrying out the South Dakota Codified Laws found in Chapter 49-34A. Two specific laws follow:

**SDCL 49-34A-6. Rates to be reasonable and just – Regulation by commission.** Every rate made, demanded or received by any public utility shall be just and reasonable. Every unjust or unreasonable rate shall be prohibited. The Public Utilities Commission is hereby authorized, empowered, and directed to regulate all rates, fees and charges for the public utility service of all public utilities, including penalty for late payments, to the end that the public shall pay only just and reasonable rates for service rendered.

**SDCL 49-34A-8. Criteria for determination of rates by commission.** The Commission, in the exercise of its power under this chapter to determine just and reasonable rates for public utilities, shall give due consideration to the public need for adequate, efficient, economical, and reasonable service and to the need of the public utility for revenues sufficient to enable it to meet its total current cost of furnishing such service, including taxes and interest, and including adequate provision for depreciation of its utility property used and necessary in rendering service to the public, and to earn a fair and reasonable return upon the value of its property.

The Governor's recommended budget for the Rate Case/Utility Investment Fund, which is an informational item, is \$259,991 from other funds. This is the same amount as appropriated in the FY 2010 budget. There are no FTEs budgeted.

Item	Actual FY09	Budgeted FY10	Agency Req. FY11	Gov Rec. FY11	Inc/Dec FY11	% Change From FY10
Personal Services	132,765	-	-	-	-	0.0%
Travel	1,421	400	400	400	-	0.0%
Contractual Services	56,600	258,591	258,591	258,591	-	0.0%
Supplies & Materials	583	1,000	1,000	1,000	-	0.0%
Grants And Subsidies	-	-	-	-	-	0.0%
Capital Outlay	-	-	-	-	-	0.0%
Other	10,430	-	-	-	-	0.0%
<b>Total</b>	<b>201,799</b>	<b>259,991</b>	<b>259,991</b>	<b>259,991</b>	<b>-</b>	<b>0.0%</b>
<b>Funding Types</b>						
General	-	-	-	-	-	0.0%
Federal	-	-	-	-	-	0.0%
Other	201,799	259,991	259,991	259,991	-	0.0%
<b>Total</b>	<b>201,799</b>	<b>259,991</b>	<b>259,991</b>	<b>259,991</b>	<b>-</b>	<b>0.0%</b>
FTE	1.6	-	-	-	-	0.0%

## **Pipeline Safety - Informational**

The U.S. Department of Transportation's Research and Special Programs Administration (RSPA), acting through the Office of Pipeline Safety (OPS), administers the national regulatory program to assure safe transportation of natural gas, petroleum, and other hazardous materials by the pipeline. The federal/state partnership is the cornerstone for assuring uniform implementation of the pipeline safety program nationwide.

The federal pipeline safety regulations (1) assure safety in design, construction, inspection, testing, operation, and maintenance of pipeline facilities and in the siting, construction, operation, and maintenance of LNG facilities; (2) set out parameters for administering the pipeline safety program; and (3) delineate requirements for onshore oil pipeline response plans. The regulations are written as minimum performance standards.

The Governor's recommended FY 2011 appropriation for the Pipeline Safety Division, which is an informational item, is \$197,481 and 2.3 FTEs. This dollar amount consists of \$95,072 from federal funds and \$102,409 from other funds. This is a decrease of \$1,324 (1.4%) in federal funds and an increase of \$2,226 (2.2%) in other funds.

Item	Actual	Budgeted	Agency Req.	Gov Rec.	Inc/Dec	% Change
	FY09	FY10	FY11	FY11	FY11	From FY10
Personal Services	146,804	142,444	142,444	143,946	1,502	1.1%
Travel	21,780	27,750	27,250	27,250	(500)	(1.8%)
Contractual Services	22,169	21,435	21,635	21,635	200	0.9%
Supplies & Materials	4,699	2,650	2,650	2,650	-	0.0%
Grants And Subsidies	-	-	-	-	-	0.0%
Capital Outlay	1,300	2,300	2,000	2,000	(300)	(13.0%)
Other	-	-	-	-	-	0.0%
<b>Total</b>	<b>196,752</b>	<b>196,579</b>	<b>195,979</b>	<b>197,481</b>	<b>902</b>	<b>0.5%</b>
<b>Funding Types</b>						
General	-	-	-	-	-	0.0%
Federal	73,454	96,396	93,896	95,072	(1,324)	(1.4%)
Other	123,298	100,183	102,083	102,409	2,226	2.2%
<b>Total</b>	<b>196,752</b>	<b>196,579</b>	<b>195,979</b>	<b>197,481</b>	<b>902</b>	<b>0.5%</b>
FTE	2.0	2.3	2.3	2.3	-	0.0%

### **Budget Notes**

- The Governor's recommended increase in the employer paid portion of the state health insurance plan is \$1,176 in federal fund expenditure authority and \$326 in other fund expenditure authority.
- The Governor recommends a decrease of \$2,500 in federal fund expenditure authority and an increase of \$1,900 in other fund expenditure authority for operating expenditures in travel, contractual services and capital outlay. This change is a combination of items such as: pipeline certification of employees requiring more out of state travel and less in-state travel, an increase in rents for meeting space to host the ND/SD Pipeline Operators Seminar every other year, and a decrease in capital outlay made to more accurately reflect actual and anticipated expenditures in FY 2011.

## One Call Notification Board--Informational

The mission of the One Call Notification Board is to establish the procedures to operate a nonprofit one-call notification center; establish the procedures that regulate the notification process and marking of underground facilities to prevent damage to underground facilities; establish the procedures for gathering information from facility operators that could further improve the ability to reduce damage to underground facilities; establish a competitive bidding procedure to select a vendor to provide the notification service; and establish a procedure whereby members of the one-call notification center share in the costs of the one-call notification center.

The Governor's recommended FY 2011 appropriation for the One Call Notification Board, which is an informational item, is \$673,349 in other funds; an increase of \$6,057 (0.9%) from FY 2010. The Governor is also recommending 0.1 FTE, which is the same as FY 2010.

Item	Actual	Budgeted	Agency Req.	Gov Rec.	Inc/Dec	% Change
	FY09	FY10	FY11	FY11	FY11	From FY10
Personal Services	9,635	11,307	10,999	11,064	(243)	(2.1%)
Travel	24,108	32,200	24,500	24,500	(7,700)	(23.9%)
Contractual Services	630,194	596,350	610,350	610,350	14,000	2.3%
Supplies & Materials	29,489	25,435	25,435	25,435	-	0.0%
Grants And Subsidies	-	-	-	-	-	0.0%
Capital Outlay	234	2,000	2,000	2,000	-	0.0%
Other	-	-	-	-	-	0.0%
<b>Total</b>	<b>693,660</b>	<b>667,292</b>	<b>673,284</b>	<b>673,349</b>	<b>6,057</b>	<b>0.9%</b>
<b>Funding Types</b>						
General	-	-	-	-	-	0.0%
Federal	-	-	-	-	-	0.0%
Other	693,660	667,292	673,284	673,349	6,057	0.9%
<b>Total</b>	<b>693,660</b>	<b>667,292</b>	<b>673,284</b>	<b>673,349</b>	<b>6,057</b>	<b>0.9%</b>
FTE	0.1	0.1	0.1	0.1	-	0.0%

### Budget Notes

- The Governor's recommended increase in the employer paid portion of the state health insurance plan is \$65 in other fund expenditure authority.
- The Governor recommends a decrease of \$308 in other fund expenditure authority for personal services to more accurately reflect actual expenditures.
- The Governor also recommends a decrease of \$7,700 in other fund expenditure authority for travel. This decrease is due to travel paid for by companies and municipalities that employ the board members are increasing.
- The Governor also recommends an increase of \$14,000 in other fund expenditure authority for contractual services. The increase is a combination of items: 1) in FY 2009 and FY 2010 there were actually 2 executive directors on staff – one retiring and the new one. The Board had an overlap period whereby both the retiring director and the new one were working together for training and guidance purposes. In FY 2011, there will just be the new director, thus a decrease in management consultant fees of \$12,500; 2) a decrease of \$500 for audit services to more accurately reflect actual expenditures; and 3) an increase of \$27,000 for the One Call Notification Center processing of incoming and outgoing call tickets to more accurately reflect actual anticipated expenditures in FY 2011.

## **Do Not Call List--Informational**

Created by the Legislature and begun on July 1, 2003, this activity is intended to eliminate many unwanted telemarketing phone calls by requiring the Public Utilities Commission to establish a statewide "Do Not Call" Registry.

The Governor's recommended FY 2011 appropriation for the Do Not Call List Division, which is an informational item, is \$53,548 in other funds, which is a decrease of \$2,770 from FY 2010. The Governor is also recommending 0.4 FTE, which is the same as FY 2010.

	<b>Actual</b>	<b>Budgeted</b>	<b>Agency Req.</b>	<b>Gov Rec.</b>	<b>Inc/Dec</b>	<b>% Change</b>
<b>Item</b>	<b>FY09</b>	<b>FY10</b>	<b>FY11</b>	<b>FY11</b>	<b>FY11</b>	<b>From FY10</b>
Personal Services	-	26,218	26,218	26,348	130	0.5%
Travel	513	2,500	2,500	2,500	-	0.0%
Contractual Services	14,018	22,000	18,250	18,250	(3,750)	(17.0%)
Supplies & Materials	9,164	5,600	6,450	6,450	850	15.2%
Grants And Subsidies	-	-	-	-	-	0.0%
Capital Outlay	-	-	-	-	-	0.0%
Other	-	-	-	-	-	0.0%
<b>Total</b>	<b>23,695</b>	<b>56,318</b>	<b>53,418</b>	<b>53,548</b>	<b>(2,770)</b>	<b>(4.9%)</b>
<b>Funding Types</b>						
General	-	-	-	-	-	0.0%
Federal	-	-	-	-	-	0.0%
Other	23,695	56,318	53,418	53,548	(2,770)	(4.9%)
<b>Total</b>	<b>23,695</b>	<b>56,318</b>	<b>53,418</b>	<b>53,548</b>	<b>(2,770)</b>	<b>(4.9%)</b>
FTE	-	0.4	0.4	0.4	-	0.0%

### **Budget Notes**

- The Governor's recommended increase in the employer paid portion of the state health insurance plan is \$130 in other fund expenditure authority.
- The Governor recommends a decrease of \$3,750 in other fund expenditure authority for contractual services. The decrease is a combination of items: 1) in FY 2009 and FY 2010 an extensive promotional campaign was implemented to increase awareness of this program; the PUC is not planning such a campaign in FY 2011 therefore, reducing this budget by \$5,000; 2) increase of \$250 in central service budget to more accurately reflect anticipated actual expenditures; and 3) increase of \$1,000 for rent of booth space at home shows and fairs to promote the Do Not Call program.
- The Governor also recommends an increase of \$850 in other fund expenditure authority for supplies and materials. The increase is a combination of items: 1) an increase of \$1,000 for office supplies to accurately reflect the utilization of these items; 2) a decrease of \$250 in state printing to more accurately reflect expenditures in this area; and 3) an increase of \$100 for postage due to the number of letters being sent to consultants requesting written confirmation of their client's being registered for the Do Not Call List.

## **Other Departmental Issues**

### **A. Budget Transfers (FY09 and FY10 year-to-date)**

There were no material budget transfers in FY 2009 or FY 2010 year-to-date.

### **B. Letters of Intent**

There were no letters of intent for FY 2010.

### **C. General Fund Reversions**

The Public Utilities Commission reverted \$14,604 in general funds at the end of FY 2009. This amount was for operating expenditures.