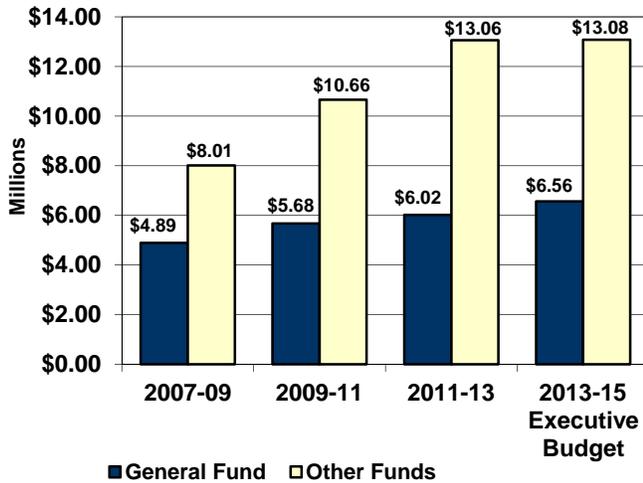


**Department 408 - Public Service Commission  
 House Bill No. 1008**

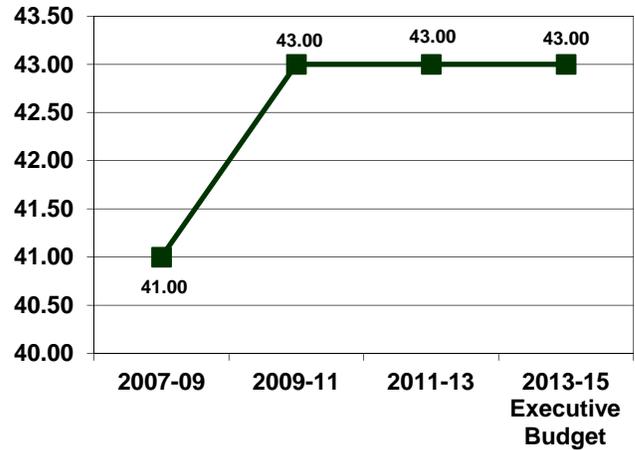
|                                    | FTE Positions | General Fund           | Other Funds  | Total        |
|------------------------------------|---------------|------------------------|--------------|--------------|
| 2013-15 Executive Budget           | 43.00         | \$6,563,223            | \$13,082,083 | \$19,645,306 |
| 2011-13 Legislative Appropriations | 43.00         | 6,020,215 <sup>1</sup> | 13,061,648   | 19,081,863   |
| Increase (Decrease)                | 0.00          | \$543,008              | \$20,435     | \$563,443    |

<sup>1</sup>The 2011-13 appropriation amounts do not include an allocation of \$3,600 from the general fund from the Office of Management and Budget for student internships.

**Agency Funding**



**FTE Positions**



**Ongoing and One-Time General Fund Appropriations**

|                                    | Ongoing General Fund Appropriation | One-Time General Fund Appropriation | Total General Fund Appropriation |
|------------------------------------|------------------------------------|-------------------------------------|----------------------------------|
| 2013-15 Executive Budget           | \$6,553,143                        | \$10,080                            | \$6,563,223                      |
| 2011-13 Legislative Appropriations | 6,020,215                          | 0                                   | 6,020,215                        |
| Increase (Decrease)                | \$532,928                          | \$10,080                            | \$543,008                        |

**Executive Budget Highlights**

|  | General Fund | Other Funds | Total       |
|--|--------------|-------------|-------------|
| 1. Adds one-time funding for hydraulic soil probe  | \$10,080     | \$17,920    | \$28,000    |
| 2. Changes funding for FTE positions by  |              |             |             |
| Adding:  |              |             |             |
| 1 FTE gas pipeline safety inspector  | \$113,201    | \$169,802   | \$283,003   |
| 1 FTE public utility analyst III   | \$199,345    |             | \$199,345   |
| Deleting:  |              |             |             |
| (1) FTE weights and measurement inspector I  | (\$107,044)  |             | (\$107,044) |
| (1) FTE weights and measurement inspector I  | (\$101,113)  |             | (\$101,113) |
| 3. Adds funding for increased travel costs   | \$54,956     | \$11,199    | \$66,155    |
| 4. Adds funding for additional legal fees to grain elevator insolvency cases and reclamation/abandoned mined lands lawsuits                                | \$86,000     | \$64,000    | \$150,000   |
| 5. Provides funding for state employee salary increases of which \$374,768 relates to performance increases and \$114,302 is for market equity adjustments | \$308,114    | \$180,956   | \$489,070   |

## Other Sections in Bill

**Section 3 - Public Service Commissioners' salaries** - Provides the statutory changes necessary to increase the Public Service Commissioners' salaries as follows:

Annual salary authorized by the Legislative Assembly in 2011:

|              |          |
|--------------|----------|
| July 1, 2011 | \$92,826 |
| July 1, 2012 | \$95,611 |

Proposed annual salary recommendation in the 2013-15 executive budget:

|              |           |
|--------------|-----------|
| July 1, 2013 | \$99,435  |
| July 1, 2014 | \$103,412 |

The executive recommendation provides funding for elected officials' salary increases equal to 4 percent of salaries effective July 1, 2013, and 4 percent effective July 1, 2014.

**Section 4** - Provides a transfer of \$900,000 from the Bank of North Dakota beginning farmer revolving loan fund to the Public Service Commission to pay for costs associated with a rail rate complaint case. If any amount is spent, the Public Service Commission shall reimburse the beginning farmer revolving loan fund using amounts from damages or proceeds received, net of legal fees, from a successful outcome of a rail rate complaint case.

## Continuing Appropriations

**Siting process expense recovery fund** - North Dakota Century Code Section 49-22-22 - Siting process application fees received are deposited in the siting process expense recovery fund to pay expenses incurred in the siting process

**Credit-sale contract indemnity fund** - Sections 60-10-02 and 60-02-19.1 - An assessment is placed on the value of all grain sold in this state under a credit-sale contract, which is submitted by the licensee purchasing the grain to the Public Service Commission for reimbursement to any person who sold grain under a credit-sale contract and who was not fully compensated in accordance with the contract and associated administration costs.

**Performance assurance fund** - Section 49-21-31 - The performance assurance plan is a component of Qwest's performance assurance plan to provide long-distance service. Money received by the Public Service Commission under the performance assurance plan is to be deposited in the performance assurance fund until the balance equals \$100,000. The money in the fund may be used by the Public Service Commission to monitor the operation and effect of the performance assurance plan.

**Utility valuation expense recovery** - Section 49-05-04 - Any public utility requesting an increase in its rates above the maximum approved or prescribed by the commission shall furnish the commission the required documents and an application fee in the amount of \$125,000. Upon request of the commission and with the approval of the emergency commission, the applicant shall pay such additional fees as are reasonably necessary for completion of the application process by the commission. The commission shall pay the expenses of investigating a rate increase application under this section from the application fee paid by the public utility in accordance with Section 49-02-02. The commission may waive or reduce the fee.

## Significant Audit Findings

There have been no significant audit findings for this agency.

## Major Related Legislation

**Senate Bill No. 2112** - Increases public utility application fees