Agenda

Budget Overview

– Department Functions 3
– Department Structure 4
– Means of Finance Comparison 5
– 10-Year Budget History 6
– Major Sources of Revenues 7
– Statutory Dedications 8
– Expenditure Breakdown 9
– Expenditure History 10
– Significant Budget Adjustments 12
– Discretionary/Non-Discretionary Funding 13
– Do Not Call Program 15
– Utility Rates History (Electric) 17
– Salaries and Positions 19
– Department Contacts 23
Department Functions

• **Regulates Utilities**
  – Audits financial information to ensure that utility companies set appropriate rates
  – Examines and audits the cost of electric fuel adjustments and natural gas purchases by natural gas companies
  – Resolves disputes between consumers and utilities
  – Conducts public hearings on issues within the commission’s jurisdiction (rates and services of public utilities and motor carriers)

• **Regulates Motor Carriers**
  – Regulates approximately 900 common carriers statewide
  – Ensures that common carriers have complied with all liability insurance and financial responsibility requirements of the state
  – Ensures that waste is transported by and disposed of properly by certificated and trained carriers

• **Enforces “Do Not Call” Regulations**
  – Levies fines for violations
  – Promulgates rules and regulations
Department Structure

**Administrative**
- Executive
- General Counsel
- Management and Finance
- Do Not Call

**Support Services**
- Administrative Hearings Division
- Utilities Division

**Motor Carrier Registration**
- Administrative Hearing Division
- Enforcement Section

**District Offices**
- District 1 – Commissioner Eric Skrmetta
- District 2 – Commissioner Scott Angelle
- District 3 – Commissioner Lambert Boissiere, III
- District 4 – Commissioner Clyde Holloway
- District 5 – Commissioner Foster Campbell
### Means of Finance

<table>
<thead>
<tr>
<th>Means of Finance</th>
<th>Actual Expenditures FY 12-13</th>
<th>Existing Operating Budget FY 13-14 (12/1/13)</th>
<th>Executive Budget Recommended FY 14-15</th>
<th>Change from FY 13-14 to FY 14-15</th>
<th>Percent Change from FY 13-14 to FY 14-15</th>
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<tbody>
<tr>
<td>State General Fund</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
<td>0.0%</td>
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<tr>
<td>Interagency Transfers</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
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<tr>
<td>Fees and Self-Gen Rev</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
<td>0.0%</td>
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<tr>
<td>Statutory Dedications</td>
<td>$8,617,853</td>
<td>$9,198,657</td>
<td>$9,510,646</td>
<td>$311,989</td>
<td>3.4%</td>
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<tr>
<td>Federal Funds</td>
<td>$79,794</td>
<td>$422,609</td>
<td>$0</td>
<td>($422,609)</td>
<td>(100.0%)</td>
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<tr>
<td><strong>TOTAL</strong></td>
<td>$8,697,647</td>
<td>$9,621,266</td>
<td>$9,510,646</td>
<td>($110,620)</td>
<td>(1.1%)</td>
</tr>
<tr>
<td>Authorized Positions</td>
<td>97</td>
<td>97</td>
<td>94</td>
<td>(3)</td>
<td>(3.1%)</td>
</tr>
</tbody>
</table>

### Significant Changes

- **Statutory Dedications**: Increases are used to fund performance adjustments and retirement adjustments
  - Increase: $311,989

- **Federal**: AARA funding ended
  - Decrease: $422,609

- **Authorized Positions**: Inadvertently reduced during budget process
  - Decrease: 3 T.O.
10-Year Budget History

PUBLIC SERVICE COMMISSION
(Total Funding)

Fiscal Year

FY 05-06 FY 06-07 FY 07-08 FY 08-09 FY 09-10 FY 10-11 FY 11-12 FY 12-13 FY 13-14 E.O.B. * FY 14-15 Exec. Bud. **

Source: Executive Budget Supporting Documents

*Existing Operating Budget as of 12/1/13
**Governor’s Executive Budget Recommendation

Paul Prejean 225-342-1394

Public Service Commission

House Fiscal Division
Major Sources of Revenues FY 14-15

Motor Carrier Regulation Fund

- Funded by the collection of intrastate application, registration, and permit fees, and fines collected from penalties.

Telephonic Solicitation Relief Fund

- The monies in the fund shall be used solely and exclusively for implementation, administration, and enforcement of the “Do Not Call” listing.

Utility & Carrier Inspection/Supervision Fund

- Each common carrier, contract carrier, and public utility doing business in Louisiana, and subject to control and jurisdiction of the commission, shall pay to the state a fee for inspection, control, and supervision of the business service and rates of such common carrier and public utility.
## Statutory Dedications

<table>
<thead>
<tr>
<th>Fund</th>
<th>Actual FY 12-13</th>
<th>EOB FY 13-14</th>
<th>Exec Budget FY 14-15</th>
</tr>
</thead>
<tbody>
<tr>
<td>Motor Carrier Regulation Fund</td>
<td>$145,501</td>
<td>$145,500</td>
<td>$154,170</td>
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<tr>
<td>Telephonic Solicitation Relief Fund</td>
<td>$236,500</td>
<td>$254,040</td>
<td>$293,288</td>
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<tr>
<td>Utility &amp; Carrier Inspection and Supervision Fund</td>
<td>$8,235,852</td>
<td>$8,799,117</td>
<td>$9,063,188</td>
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<tr>
<td>Total</td>
<td>$8,617,853</td>
<td>$9,198,657</td>
<td>$9,510,646</td>
</tr>
</tbody>
</table>

**Percent of the Department Total Budget**

- **Actual FY 12-13:** 99.1%
- **EOB FY 13-14:** 95.6%
- **Exec Budget FY 14-15:** 100%
# Expenditure Breakdown

## FY 12-13 Actual Expenditures

<table>
<thead>
<tr>
<th>Expenditures</th>
<th>FY 12-13 Actual Expenditures</th>
<th>FY 13-14 Existing Operating Budget (12/1/13)</th>
<th>FY 14-15 Executive Budget Recommendation</th>
<th>Change from FY 13-14 to FY 14-15</th>
<th>Percent Change from FY 13-14 to FY 14-15</th>
</tr>
</thead>
<tbody>
<tr>
<td>Salaries</td>
<td>$4,841,255</td>
<td>$4,905,342</td>
<td>$4,894,293</td>
<td>($11,049)</td>
<td>(0.2%)</td>
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<tr>
<td>Other Compensation</td>
<td>$44,167</td>
<td>$58,564</td>
<td>$38,558</td>
<td>($20,006)</td>
<td>(34.2%)</td>
</tr>
<tr>
<td>Related Benefits</td>
<td>$2,213,734</td>
<td>$2,260,161</td>
<td>$2,488,866</td>
<td>$228,705</td>
<td>10.1%</td>
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<tr>
<td>Travel</td>
<td>$53,375</td>
<td>$351,591</td>
<td>$206,675</td>
<td>($144,916)</td>
<td>(41.2%)</td>
</tr>
<tr>
<td>Operating Services</td>
<td>$360,107</td>
<td>$438,798</td>
<td>$421,473</td>
<td>($17,325)</td>
<td>(3.9%)</td>
</tr>
<tr>
<td>Supplies</td>
<td>$38,860</td>
<td>$94,771</td>
<td>$74,810</td>
<td>($19,961)</td>
<td>(21.1%)</td>
</tr>
<tr>
<td>Professional Services</td>
<td>$2,414</td>
<td>$5,000</td>
<td>$5,000</td>
<td>$0</td>
<td>0.0%</td>
</tr>
<tr>
<td>Other Charges</td>
<td>$1,126,260</td>
<td>$1,399,418</td>
<td>$1,194,570</td>
<td>($204,848)</td>
<td>(14.6%)</td>
</tr>
<tr>
<td>Acq/Major Repairs</td>
<td>$17,475</td>
<td>$107,621</td>
<td>$186,401</td>
<td>$78,780</td>
<td>73.2%</td>
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<tr>
<td>Unallotted</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
<td>0.0%</td>
</tr>
<tr>
<td>TOTAL EXP</td>
<td>$8,697,647</td>
<td>$9,621,266</td>
<td>$9,510,646</td>
<td>($110,620)</td>
<td>(1.1%)</td>
</tr>
</tbody>
</table>

## Related Benefits
- Increase is due to a higher retirement rate for active and retired state employees

## Acquisitions and Major Repairs
- Increase is due to hardware/software upgrades for the agency’s data storage system

## Travel
- Decrease is due to the elimination ofARRA funding and associated travel

## Other Charges
- Elimination of ARRA Funding in the upcoming fiscal year
7-Year Expenditure History

**Personal Services**

- **(millions)**
  - 2008-09: $6.5
  - 2009-10: $6.5
  - 2010-11: $6.9
  - 2011-12: $7.4
  - 2012-13: $7.1
  - 2013-14: $7.2
  - 2014-15: $7.4

**Operating Expenses**

- **(millions)**
  - 2008-09: $0.5
  - 2009-10: $0.6
  - 2010-11: $0.5
  - 2011-12: $0.7
  - 2012-13: $0.5
  - 2013-14: $0.9
  - 2014-15: $0.7

**Professional Services**

- **(millions)**
  - 2008-09: $0
  - 2009-10: $0
  - 2010-11: $0
  - 2011-12: $4,651
  - 2012-13: $5,000
  - 2013-14: $5,000

**Acquisitions & Major Repairs**

- **(thousands)**
  - 2008-09: $56.9
  - 2009-10: $20.6
  - 2010-11: $17.5
  - 2011-12: $309.2
  - 2012-13: $186.4
  - 2013-14: $107.6
  - 2014-15: $95.1
7-Year Expenditure History (in millions)

Source: Executive Budget Supporting Documents

Paul Prejean 225-342-1394

Public Service Commission

House Fiscal Division
Significant Adjustments

$276,267 SD

Provides funding for the retirement rate adjustment. The LASERS retirement rate increased from 31.7% to 37.4%.

$218,737 SD

Provides funding for state employee pay increases through performance pay adjustments. This also includes a salary base adjustment for the department.

$235,155 3 T.O. SD

Reduction of three T.O. and associated funding. According to the Division of Administration, this reduction was in error and will be corrected during the amendment process.
## Discretionary/Nondiscretionary Funding in FY 14-15
### Executive Budget

<table>
<thead>
<tr>
<th>Activity/Program</th>
<th>TOTAL FUNDING -$9,510,646</th>
<th>STATE GENERAL FUND -$0</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Discretionary</td>
<td>Non-Discretionary</td>
</tr>
<tr>
<td>Administrative</td>
<td>$3,281,520</td>
<td>$416,956</td>
</tr>
<tr>
<td>Do Not Call</td>
<td>$270,373</td>
<td>$22,915</td>
</tr>
<tr>
<td>Support Services</td>
<td>$2,205,267</td>
<td>$264,894</td>
</tr>
<tr>
<td>Motor Carrier Registration</td>
<td>$462,893</td>
<td>$122,501</td>
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<tr>
<td>District Offices</td>
<td>$2,314,035</td>
<td>$442,580</td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td><strong>$8,263,715</strong></td>
<td><strong>$1,246,931</strong></td>
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</table>
Discretionary/Nondiscretionary Funding in FY 14-15 Executive Budget

Total PSC Budget $9.5 Million

Statutory Dedications $9.5 Million

Non-Discretionary $1.2 Million

Discretionary $8.3 Million

Administrative $3.3 Million

Support Services $2.2 Million

Motor Carrier $463 Thousand

District Offices $2.3 Million

Administrative $417 Thousand

Support Services $264 Thousand

Motor Carrier $123 Thousand

District Offices $442 Thousand

Subtract $0 Million IAT (Interagency Transfer Double Count)

$9.5 Million Available
The Louisiana “Do Not Call” Program

Established on January 1, 2002, it is a list, updated and maintained by the Public Service Commission, of residential telephone subscribers who do not wish to receive telephone solicitations. Business numbers may not be registered in the program.

Any business wishing to engage in telephone solicitation of residential subscribers within the state of Louisiana is required by law (R.S. 45:844.14) to purchase a copy of the customer register.

Program Notes:

- The range for fines is $500 to $10,000.
- The program is free to all Louisiana residential landline telephone customers.
- The collections of fees and fines support the program.
## 5-Year Actuals for the “Do Not Call” Program

<table>
<thead>
<tr>
<th>Do Not Call</th>
<th>FY 2009</th>
<th>FY 2010</th>
<th>FY 2011</th>
<th>FY 2012</th>
<th>FY 2013</th>
</tr>
</thead>
<tbody>
<tr>
<td>Statewide Subscribers Registered</td>
<td>2,449,072</td>
<td>2,613,334</td>
<td>2,735,462</td>
<td>2,851,855</td>
<td>2,933,556</td>
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<tr>
<td>Solicitors Registered</td>
<td>836</td>
<td>808</td>
<td>870</td>
<td>1,064</td>
<td>1,729</td>
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<tr>
<td>Solicitor Registration Fee</td>
<td>$307,108</td>
<td>$300,203</td>
<td>$301,500</td>
<td>$288,100</td>
<td>$299,550</td>
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<tr>
<td>Solicitor Fines Collected</td>
<td>$3,000</td>
<td>$6,000</td>
<td>$11,000</td>
<td>$5,000</td>
<td>$1,000</td>
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</table>

Source: Executive Budget Supporting Documents

Paul Prejean 225-342-1394

Public Service Commission

House Fiscal Division
## Average Retail Price of Electricity to Customers by State by Year (Cents per Kwh)

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
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<th></th>
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<tbody>
<tr>
<td>ALABAMA</td>
<td>6.08</td>
<td>6.46</td>
<td>7.07</td>
<td>7.57</td>
<td>8.59</td>
<td>8.83</td>
<td>8.89</td>
<td>9.10</td>
<td>9.18</td>
<td>9.02</td>
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<tr>
<td>ARKANSAS</td>
<td>5.67</td>
<td>6.30</td>
<td>6.99</td>
<td>6.96</td>
<td>7.60</td>
<td>7.57</td>
<td>7.28</td>
<td>7.43</td>
<td>7.62</td>
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<td>10.74</td>
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<td>10.58</td>
<td>10.61</td>
<td>10.44</td>
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<td>GEORGIA</td>
<td>6.58</td>
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<td>7.63</td>
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<td>8.84</td>
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<td>8.87</td>
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<td>KENTUCKY</td>
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<td>5.43</td>
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<td>6.26</td>
<td>6.52</td>
<td>6.73</td>
<td>7.17</td>
<td>7.26</td>
<td>7.54</td>
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<td>MISSISSIPPI</td>
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<td>7.54</td>
<td>8.33</td>
<td>8.03</td>
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<td>8.59</td>
<td>8.78</td>
<td>8.60</td>
<td>9.15</td>
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<td>MISSOURI</td>
<td>6.07</td>
<td>6.13</td>
<td>6.30</td>
<td>6.56</td>
<td>6.84</td>
<td>7.35</td>
<td>7.78</td>
<td>8.32</td>
<td>8.53</td>
<td>8.96</td>
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<td>NORTH CAROLINA</td>
<td>6.97</td>
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<td>7.53</td>
<td>7.83</td>
<td>7.96</td>
<td>8.48</td>
<td>8.67</td>
<td>8.64</td>
<td>9.15</td>
<td>9.18</td>
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<td>TEXAS</td>
<td>7.95</td>
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<td>10.34</td>
<td>10.11</td>
<td>10.99</td>
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<td>9.34</td>
<td>9.00</td>
<td>8.55</td>
<td>8.77</td>
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<td>VIRGINIA</td>
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<td>8.93</td>
<td>8.69</td>
<td>8.84</td>
<td>9.07</td>
<td>9.01</td>
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<td>WEST VIRGINIA</td>
<td>5.13</td>
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<td>5.04</td>
<td>5.34</td>
<td>5.61</td>
<td>6.65</td>
<td>7.45</td>
<td>7.88</td>
<td>8.14</td>
<td>7.91</td>
</tr>
</tbody>
</table>

Source: The U.S. Energy Information Administration and the Louisiana Public Service Commission
10-Year History of the Retail Price of Electricity to Customers in Louisiana (Cents per Kwh)

Louisiana Rates Per Kilowatt Hour Comparison to the National Average

Source: The U.S. Energy Information Administration and the Louisiana Public Service Commission
FY 14-15 SALARIES/POSITIONS

- $4.9 million for Salaries and Other Compensation
- $2.5 million for Related Benefits
- Total Personnel Services = $7.4 million; 89% of the Public Service Commission total Executive Budget Recommendation (excluding Other Charges)

- 94 Authorized Positions (76 classified and 18 unclassified)
- 1 full-time non-T.O. position
- 0 Other Charges positions

- As of 12/27/2013, the Public Service Commission had 7 vacancies and 3 of the positions were eliminated
Salaries and Positions

TOTAL FULL-TIME EQUIVALENT (FTE) POSITIONS

Source: Prepared by House Fiscal Division staff using information from ISIS-HR

Paul Prejean 225-342-1394
Public Service Commission
House Fiscal Division
Salaries and Positions

FY 13 CLASSIFIED AVERAGE ANNUAL PAY PER FTE

Source: Prepared by House Fiscal Division staff using information from ISIS-HR and Civil Service

Paul Prejean 225-342-1394
Public Service Commission
House Fiscal Division
Salaries and Positions

FY 13 UNCLASSIFIED AVERAGE ANNUAL PAY PER FTE

Paul Prejean 225-342-1394
Public Service Commission
House Fiscal Division
# Department Contacts

<table>
<thead>
<tr>
<th>Title</th>
<th>Contact Name</th>
<th>Phone</th>
</tr>
</thead>
<tbody>
<tr>
<td>Secretary</td>
<td>Eve Gonzales</td>
<td>225-342-9503</td>
</tr>
<tr>
<td>Deputy Undersecretary</td>
<td>John Snellgrove</td>
<td>225-342-3891</td>
</tr>
<tr>
<td>Budget Analyst</td>
<td>Donna Seidel</td>
<td>225-342-3815</td>
</tr>
</tbody>
</table>