

Office of the  
Legislative Fiscal Analyst

## **FY 2001 Budget Recommendations**

Joint Appropriations Subcommittee for  
Commerce and Revenue

**Public Service Commission**

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## **1.0 Public Service Commission**

### **Purpose**

The primary responsibility of the Commission is to ensure safe, reliable and adequate utility service. It conducts hearings and investigations of utility company operations in order to determine just and reasonable rates for service. The Commission's goals for regulation are efficient reliable, reasonably-priced utility service for customers, and maintenance of financially healthy utility companies. These goals are generally attained through the regulatory decisions the Commission makes in each formal case.

Funding for the operation of the Commission has remained stable for the last few years. No major adjustments have been made to the budget for the last several years and none are recommended for the FY 2001 budget. Fees are collected by the Commission which are added to the General Fund. Year 2000 changes were done and computer upgrades are done within the current budget limits.

### **Department Mission Statement**

While managing the transition from regulation to competition, the Commission's goal is to ensure efficient, reliable, high quality, reasonably priced utility service, which, over the long-run meets consumer demand for types and qualities of service and maintains financially healthy utility companies.

### **Utah Tomorrow**

The Public Service Commission has been involved with Utah Tomorrow since its inception. Benchmarks have been established in the areas of Free Enterprise and Regulatory Systems and Economic Development. The Public Service Commission contributes to the State business climate and the free enterprise opportunities for growth and expansion within the State.

|                                     | <b>Analyst<br/>FY 2001<br/>Base</b> | <b>Analyst<br/>FY 2001<br/>Changes</b> | <b>Analyst<br/>FY 2001<br/>Total</b> |
|-------------------------------------|-------------------------------------|--|--------------------------------------|
| <b>Financing</b>                    |                                     |  |                                      |
| General Fund                        | \$1,381,900                         |  | \$1,381,900                          |
| Dedicated Credits Revenue           | 3,716,900                           |  | 3,716,900                            |
| Universal Public Tele. Service Fund | 5,531,900                           |  | 5,531,900                            |
| Beginning Nonlapsing                | 11,182,100                          |  | 11,182,100                           |
| Closing Nonlapsing                  | (11,616,800)                        |  | (11,616,800)                         |
| <b>Total</b>                        | <u>\$10,196,000</u>                 | <u>\$0</u>                             | <u>\$10,196,000</u>                  |
| <b>Programs</b>                     |                                     |  |                                      |
| Public Service Commission           | \$1,358,400                         |  | \$1,358,400                          |
| Building Operations and Maintenance | 26,300                              |  | 26,300                               |
| Research and Analysis               | 60,000                              |  | 60,000                               |
| Speech and Hearing Impaired         | 2,307,500                           |  | 2,307,500                            |
| Univ. Public Telecom. Service Spt   | 5,193,800                           |  | 5,193,800                            |
| Lifeline Telecommunications Service | 1,250,000                           |  | 1,250,000                            |
| <b>Total</b>                        | <u>\$10,196,000</u>                 | <u>\$0</u>                             | <u>\$10,196,000</u>                  |
| <b>FTE</b>                          | 17.0                                |  | 17.0                                 |

## **2.0 Budget Highlights: Public Service Commission**

### **2.1 No Significant Budget Change**

There is no significant change to the budget for the Public Service Commission. Adjusting for the Year 2000 was done with the standard appropriated budget. No new funds were added to the budget. Technology is constantly being upgraded within current budget limits.

### **2.2 Deregulation of the Electric Industry**

The Public Service Commission is closely studying and monitoring the issues related to the deregulation of the electric industry. The Legislative Task Force on Electrical Deregulation and Customer Choice has recommended another year of study and examining the options. These issues themselves do not have a significant fiscal impact directly on the Commission budget, but the effort to develop the final decisions affect the Commission's work load and may have major ramifications for all citizens of the State.

### **2.3 Nonlapsing Balances**

The Public Service Commission carries-over a substantial sum of money in nonlapsing balances in several related line items. These balances are primarily in trust fund accounts that cannot be used for any purpose other than that for which it is established. Much of the nonlapsing funding for the Speech and Hearing Impaired was originally to overhaul the Utah Relay Service Center. As a result of the procurement and RFP processes, the Commission has established a contract with SPRINT to provide these services for the deaf. The Utah Relay Service operated by the Utah Association for the Deaf was closed on January 28, 2000.

### **2.4 Lifeline Telecommunications Service Fund**

The Public Service Commission has separated the Lifeline Telecommunications Service Fund from the Universal Public Telecommunications Service Support Fund. This is listed as a separate line item. Funds have been collected for the last several years. Recent changes have affected more telephone companies. The individual telephone companies collect the money and send it to the Public Service Commission. This has increased revenue to the fund. The purpose of the fund is to assist low income individuals, who qualify, to have basic telephone service at a lower rate.

**3.1 Programs: Public Service Commission-Administration**

**Recommendation** The Analyst recommends Administration funding of \$1,358,400. Funding is primarily from the General Fund.

|                           | <b>FY 1999</b>     | <b>FY 2000</b>     | <b>FY 2001</b>     | <b>Est/Analyst</b> |
|---------------------------|--------------------|--------------------|--------------------|--------------------|
| <b>Financing</b>          | <b>Actual</b>      | <b>Estimated</b>   | <b>Analyst</b>     | <b>Difference</b>  |
| General Fund              | \$1,329,500        | \$1,367,400        | \$1,355,600        | (\$11,800)         |
| Dedicated Credits Revenue | 3,000              | 3,000              | 2,800              | (200)              |
| Beginning Nonlapsing      | 50,000             | 50,000             | 50,000             |                    |
| Closing Nonlapsing        | (50,000)           | (50,000)           | (50,000)           |                    |
| Lapsing Balance           | (23,800)           |                    |                    |                    |
| <b>Total</b>              | <u>\$1,308,700</u> | <u>\$1,370,400</u> | <u>\$1,358,400</u> | <u>(\$12,000)</u>  |
| <b>Expenditures</b>       |                    |                    |                    |                    |
| Personal Services         | \$1,105,800        | \$1,191,700        | \$1,178,800        | (\$12,900)         |
| In-State Travel           | 900                | 900                | 900                |                    |
| Out of State Travel       | 21,400             | 21,400             | 21,400             |                    |
| Current Expense           | 80,500             | 77,800             | 78,700             | 900                |
| DP Current Expense        | 89,000             | 67,500             | 67,500             |                    |
| Capital Outlay            | 11,100             | 11,100             | 11,100             |                    |
| <b>Total</b>              | <u>\$1,308,700</u> | <u>\$1,370,400</u> | <u>\$1,358,400</u> | <u>(\$12,000)</u>  |
| <b>FTE</b>                | 16.0               | 17.0               | 17.0               |                    |

**Purpose**

The Public Service Commission is a quasi-judicial body which regulates all privately owned electricity, natural gas, telecommunications, and water public utilities. The Commission works to insure that rates, terms, and conditions of utility service are “just and reasonable,” to meet the public interest defined by statute and case law. Recent changes in State and federal law recognize the influence of competition on these industries, which have traditionally been regulated monopolies. The transition from monopoly to competition must be done fairly to protect the public interest to assure that services remain good, reliable, and reasonably priced. Although many aspects of traditional regulation are still an important part of the Commission’s workload, the transition to competition is also very significant.

With the Division of Public Utilities (Department of Commerce), the Commission initiates investigations into situations where utilities may be in violation of the law or are not operating in the public interest.

**Performance Measures**

The Public Service Commission has reported a series of performance measures and tracking items. The following items are a partial listing to indicate Department activity.

| <b>Activity</b>              | <b>FY 96</b> | <b>FY 97</b>      | <b>FY 98</b> | <b>FY 99</b> |
|------------------------------|--------------|-------------------|--------------|--------------|
| Hearings <sup>(1)</sup>      | 81           | 88 <sup>(2)</sup> | 91           | 84           |
| Number of Dockets Considered | 222          | 184               | 199          | 385          |
| Orders Issued                | 395          | 267               | 254          | 293          |

<sup>(1)</sup> - Hearings related to water, electricity, telephone, motor carriers, and gas utilities.

<sup>(2)</sup> -Motor carriers were deregulated starting in FY 1997.

**3.2 Programs: Public Service Commission - Building Operation and Maintenance**

**Recommendation**      The Analyst recommends funding of \$26,300. This continues the lease at the same rate as FY 2000. Funding is from the General Fund.

|                     | <b>FY 1999</b>  | <b>FY 2000</b>   | <b>FY 2001</b>  | <b>Est/Analyst</b> |
|---------------------|-----------------|------------------|-----------------|--------------------|
| <b>Financing</b>    | <b>Actual</b>   | <b>Estimated</b> | <b>Analyst</b>  | <b>Difference</b>  |
| General Fund        | \$26,300        | \$26,300         | \$26,300        |                    |
| <b>Total</b>        | <u>\$26,300</u> | <u>\$26,300</u>  | <u>\$26,300</u> | <u>\$0</u>         |
| <b>Expenditures</b> |                 |                  |                 |                    |
| Current Expense     | \$26,300        | \$26,300         | \$26,300        |                    |
| <b>Total</b>        | <u>\$26,300</u> | <u>\$26,300</u>  | <u>\$26,300</u> | <u>\$0</u>         |

**Purpose**      The Public Service Commission is located at the Heber M. Wells Building off of Third South and First East in Salt Lake City. The building is owned and operated by the Division of Facilities and Construction Management (DFCM) of the State Department of Administrative Services.

**Performance Measures**      No performance measures are reported for this area.



### 3.3 Programs: Public Service Commission-Research and Analysis

**Recommendation**            The Analyst recommends funding of \$60,000 from Dedicated Credit Revenue.

|                           | <b>FY 1999</b>  | <b>FY 2000</b>   | <b>FY 2001</b>  | <b>Est/Analyst</b> |
|---------------------------|-----------------|------------------|-----------------|--------------------|
| <b>Financing</b>          | <b>Actual</b>   | <b>Estimated</b> | <b>Analyst</b>  | <b>Difference</b>  |
| Dedicated Credits Revenue | \$49,300        | \$60,000         | \$60,000        |                    |
| <b>Total</b>              | <u>\$49,300</u> | <u>\$60,000</u>  | <u>\$60,000</u> | <u>\$0</u>         |
| <b>Expenditures</b>       |                 |                  |                 |                    |
| Current Expense           | \$49,300        | \$60,000         | \$60,000        |                    |
| <b>Total</b>              | <u>\$49,300</u> | <u>\$60,000</u>  | <u>\$60,000</u> | <u>\$0</u>         |

**Purpose**                            The funds collected and distributed are part of the Wexpro Agreement. The agreement between the State and Wexpro is to monitor the mineral extraction industries of the State. These funds are for accounting fees and contracted services of a hydrocarbon specialist in accordance with the agreement. When services have been provided, a bill is sent to Wexpro who then sends the funds to the Commission.

**Performance Measures**            No performance measures have been reported for this area.

**3.4 Programs: Public Service Commission-Speech and Hearing Impaired**

**Recommendation** The Analyst recommends funding of \$2,307,500. The funding is from Dedicated Credit Revenue.

|                           | <b>FY 1999</b>     | <b>FY 2000</b>     | <b>FY 2001</b>     | <b>Est/Analyst</b> |
|---------------------------|--------------------|--------------------|--------------------|--------------------|
| <b>Financing</b>          | <b>Actual</b>      | <b>Estimated</b>   | <b>Analyst</b>     | <b>Difference</b>  |
| Dedicated Credits Revenue | \$2,399,700        | \$2,400,400        | \$2,514,300        | \$113,900          |
| Beginning Nonlapsing      | 2,993,100          | 3,565,300          | 3,658,200          | 92,900             |
| Closing Nonlapsing        | (3,565,300)        | (3,658,200)        | (3,865,000)        | (206,800)          |
| <b>Total</b>              | <b>\$1,827,500</b> | <b>\$2,307,500</b> | <b>\$2,307,500</b> | <b>\$0</b>         |
| <b>Expenditures</b>       |                    |                    |                    |                    |
| Current Expense           | \$1,827,500        | \$2,307,500        | \$2,307,500        |                    |
| <b>Total</b>              | <b>\$1,827,500</b> | <b>\$2,307,500</b> | <b>\$2,307,500</b> | <b>\$0</b>         |

**Purpose** The Speech and Hearing Impaired Program provides telecommunication access twenty-four hours a day between hearing impaired persons using telecommunication devices (TDD) and hearing persons. The services are now contracted through SPRINT.

Deaf users must use a TDD system. These are loaned without charge to low-income individuals and are available for sale to others. All of the Utah Relay Service equipment is the property of the Public Service Commission, including the loaned TDDs.

**Previous System** The Utah Relay Service (URS) was operated by the Utah Association for the Deaf until January 2000. The Utah Relay Service had eighteen incoming lines, seven from the Salt Lake area, four from Utah Valley, two from Ogden, two from Logan and three WATS lines for other areas of the State.

**New System Contract** The facility which was located in Bountiful, Utah, was closed on January 28, 2000. The contract to provide this service was awarded to SPRINT in July of 1999. The details were finalized and SPRINT began operations at the end of January 2000. The actual operations are performed out-of-state through a 1-800 number. Funds collected and carried over from the previous several years will be necessary to fund the complete the program. Once the system is fully operational, the surcharge could be reevaluated for a possible reduction in rates.

**Performance Measures** The major activity of this budget item is telephone calls.

| <b>Number of Calls Completed</b> |         |
|----------------------------------|---------|
| FY 1996                          | 471,421 |
| FY 1997                          | 456,790 |
| FY 1998                          | 501,236 |
| FY 1999                          | 541,400 |

**3.5 Programs: Public Service Commission-Universal Public Telecommunications Service Support Fund**

**Recommendation** The Analyst recommends funding of \$5,193,900 from the Universal Public Telecommunications Service Support Fund. Revenue generated is dedicated to this program. This is a separate line item.

|                          | <b>FY 1999</b>     | <b>FY 2000</b>     | <b>FY 2001</b>     | <b>Est/Analyst</b> |
|--------------------------|--------------------|--------------------|--------------------|--------------------|
| <b>Financing</b>         | <b>Actual</b>      | <b>Estimated</b>   | <b>Analyst</b>     | <b>Difference</b>  |
| Universal Public Telecom | \$6,905,000        | \$5,368,300        | \$5,531,900        | \$163,600          |
| Beginning Nonlapsing     | 4,480,600          | 6,191,700          | 6,366,100          | 174,400            |
| Closing Nonlapsing       | (6,191,700)        | (6,366,100)        | (6,704,200)        | (338,100)          |
| <b>Total</b>             | <u>\$5,193,900</u> | <u>\$5,193,900</u> | <u>\$5,193,800</u> | <u>(\$100)</u>     |
| <b>Expenditures</b>      |                    |                    |                    |                    |
| Other Charges/Pass Thru  | \$5,193,900        | \$5,193,900        | \$5,193,800        | (\$100)            |
| <b>Total</b>             | <u>\$5,193,900</u> | <u>\$5,193,900</u> | <u>\$5,193,800</u> | <u>(\$100)</u>     |

**Purpose** The new funding mechanism for the Universal Public Telecommunications Service Support Fund (previously the Universal Service Trust Fund) account is a one percent surcharge on intra-state retail revenue. This charge was put in place in June of 1998 for the affected companies to be reflected in their billing. It is intended to subsidize eligible telephone exchange customers whose costs are much higher to operate than the State-wide average for providing local exchange and switched access service.

**Fund Conversion** The Universal Service Trust Fund was dissolved December 31, 1999 by the Public Service Commission. At that time, the remaining money in the Trust Fund was transferred to the Universal Public Telecommunications Service Support Fund established in Utah Code 54-8b-15. It has the same responsibility to “preserve and promote universal telephone service within the State by ensuring that customers have access to affordable basic telephone service.”

**Lifeline Telecommunications Service Fund** The Public Service Commission has separated the Lifeline Telecommunications Service Fund from the Universal Public Telecommunications Service Support Fund. Funds have been collected for the last several years. It is paid for by a \$.10 surcharge per month per non-lifeline telephone access line. Recent changes have impacted more telephone companies requiring them to pay. The individual telephone companies collect the money and send it to the Public Service Commission. The additional participation has increased revenue to the fund. The purpose of the fund is to assist low income individuals who qualify to have basic telephone service at a lower rate. The statutory reference is Utah Code 54-8b-15(7)(a).

|                           | <b>FY 1999</b> | <b>FY 2000</b>     | <b>FY 2001</b>     | <b>Est/Analyst</b> |
|---------------------------|----------------|--------------------|--------------------|--------------------|
| <b>Financing</b>          | <b>Actual</b>  | <b>Estimated</b>   | <b>Analyst</b>     | <b>Difference</b>  |
| Dedicated Credits Revenue | \$1,213,200    | \$1,002,300        | \$1,139,800        | \$137,500          |
| Beginning Nonlapsing      |                | 1,207,800          | 1,107,800          | (100,000)          |
| Closing Nonlapsing        | (1,207,800)    | (1,107,800)        | (997,600)          | 110,200            |
| <b>Total</b>              | <u>\$5,400</u> | <u>\$1,102,300</u> | <u>\$1,250,000</u> | <u>\$147,700</u>   |
| <b>Expenditures</b>       |                |                    |                    |                    |
| Other Charges/Pass Thru   | <u>\$5,400</u> | <u>\$1,102,300</u> | <u>\$1,250,000</u> | <u>\$147,700</u>   |
| <b>Total</b>              | <u>\$5,400</u> | <u>\$1,102,300</u> | <u>\$1,250,000</u> | <u>\$147,700</u>   |

**Performance Measures**

Currently the subsidized lines are provided by nine rural telephone companies. This is an effort to provide low cost basic telephone service throughout the State.

| <b>Number of Lines Subsidized</b> |        |
|-----------------------------------|--------|
| FY 1999                           | 52,325 |

**4.0 Additional Information: Public Service Commission**

**4.1 (a) Funding History: Public Service Commission - Administration**

|                                      | <b>FY 1997</b>     | <b>FY 1998</b>     | <b>FY 1999</b>     | <b>FY 2000</b>     | <b>FY 2001</b>     |
|--------------------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
|                                      | <b>Actual</b>      | <b>Actual</b>      | <b>Actual</b>      | <b>Estimated</b>   | <b>Analyst</b>     |
| <b>Financing</b>                     |                    |                    |                    |                    |                    |
| General Fund                         | \$1,282,000        | \$1,310,800        | \$1,355,800        | \$1,393,700        | \$1,381,900        |
| Dedicated Credits Revenue            | 2,600              | 1,800              | 3,000              | 3,000              | 2,800              |
| GFR - Special Administrative Expense |                    |                    |                    |                    |                    |
| Beginning Nonlapsing                 | 55,000             | 50,000             | 50,000             | 50,000             | 50,000             |
| Closing Nonlapsing                   | (50,000)           | (50,000)           | (50,000)           | (50,000)           | (50,000)           |
| Lapsing Balance                      | (83,900)           | (37,000)           | (23,800)           |                    |                    |
| <b>Total</b>                         | <b>\$1,205,700</b> | <b>\$1,275,600</b> | <b>\$1,335,000</b> | <b>\$1,396,700</b> | <b>\$1,384,700</b> |
| <b>% Change</b>                      |                    | 5.8%               | 4.7%               | 4.6%               | -0.9%              |
| <b>Programs</b>                      |                    |                    |                    |                    |                    |
| Public Service Commission            | \$1,179,400        | \$1,249,400        | \$1,308,700        | \$1,370,400        | \$1,358,400        |
| Building Operations and Maintenance  | 26,300             | 26,200             | 26,300             | 26,300             | 26,300             |
| <b>Total</b>                         | <b>\$1,205,700</b> | <b>\$1,275,600</b> | <b>\$1,335,000</b> | <b>\$1,396,700</b> | <b>\$1,384,700</b> |
| <b>Expenditures</b>                  |                    |                    |                    |                    |                    |
| Personal Services                    | \$999,400          | \$1,073,800        | \$1,105,800        | \$1,191,700        | \$1,178,800        |
| In-State Travel                      | 400                | 500                | 900                | 900                | 900                |
| Out of State Travel                  | 17,700             | 20,500             | 21,400             | 21,400             | 21,400             |
| Current Expense                      | 98,300             | 120,800            | 106,800            | 104,100            | 105,000            |
| DP Current Expense                   | 66,700             | 49,600             | 89,000             | 67,500             | 67,500             |
| Capital Outlay                       |                    | 10,400             | 11,100             | 11,100             | 11,100             |
| Other Charges/Pass Thru              | 23,200             |                    |                    |                    |                    |
| <b>Total</b>                         | <b>\$1,205,700</b> | <b>\$1,275,600</b> | <b>\$1,335,000</b> | <b>\$1,396,700</b> | <b>\$1,384,700</b> |
| <b>FTE</b>                           | 16.0               | 16.0               | 16.0               | 17.0               | 17.0               |

**4.1 (b) Funding History: Public Service Commission – Research and Analysis**

|                           | <b>FY 1997</b>  | <b>FY 1998</b>  | <b>FY 1999</b>  | <b>FY 2000</b>   | <b>FY 2001</b>  |
|---------------------------|-----------------|-----------------|-----------------|------------------|-----------------|
|                           | <b>Actual</b>   | <b>Actual</b>   | <b>Actual</b>   | <b>Estimated</b> | <b>Analyst</b>  |
| <b>Financing</b>          |                 |                 |                 |                  |                 |
| Dedicated Credits Revenue | \$50,800        | \$39,100        | \$49,300        | \$60,000         | \$60,000        |
| <b>Total</b>              | <u>\$50,800</u> | <u>\$39,100</u> | <u>\$49,300</u> | <u>\$60,000</u>  | <u>\$60,000</u> |
| <b>% Change</b>           |                 | -23.0%          | 26.1%           | 21.7%            | 0.0%            |
| <b>Programs</b>           |                 |                 |                 |                  |                 |
| Research and Analysis     | \$50,800        | \$39,100        | \$49,300        | \$60,000         | \$60,000        |
| <b>Total</b>              | <u>\$50,800</u> | <u>\$39,100</u> | <u>\$49,300</u> | <u>\$60,000</u>  | <u>\$60,000</u> |
| <b>Expenditures</b>       |                 |                 |                 |                  |                 |
| Current Expense           | \$50,800        | \$39,100        | \$49,300        | \$60,000         | \$60,000        |
| <b>Total</b>              | <u>\$50,800</u> | <u>\$39,100</u> | <u>\$49,300</u> | <u>\$60,000</u>  | <u>\$60,000</u> |

**4.1 (c) Funding History – Public Service Commission – Universal Public Telecommunications Service Support Fund**

|                                       | <b>FY 1997</b>     | <b>FY 1998</b>     | <b>FY 1999</b>     | <b>FY 2000</b>     | <b>FY 2001</b>     |
|---------------------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
|                                       | <b>Actual</b>      | <b>Actual</b>      | <b>Actual</b>      | <b>Estimated</b>   | <b>Analyst</b>     |
| <b>Financing</b>                      |                    |                    |                    |                    |                    |
| Universal Public Telecom Service Fund | \$4,963,800        | \$6,762,000        | \$6,905,000        | \$5,368,300        | \$5,531,900        |
| Beginning Nonlapsing                  | 2,451,300          | 3,029,500          | 4,480,600          | 6,191,700          | 6,366,100          |
| Closing Nonlapsing                    | (3,029,500)        | (4,480,600)        | (6,191,700)        | (6,366,100)        | (6,704,200)        |
| <b>Total</b>                          | <u>\$4,385,600</u> | <u>\$5,310,900</u> | <u>\$5,193,900</u> | <u>\$5,193,900</u> | <u>\$5,193,800</u> |
| <b>% Change</b>                       |                    | 21.1%              | -2.2%              | 0.0%               | 0.0%               |
| <b>Programs</b>                       |                    |                    |                    |                    |                    |
| Universal Telecom Service Fund        | \$4,385,600        | \$5,310,900        | \$5,193,900        | \$5,193,900        | \$5,193,800        |
| <b>Total</b>                          | <u>\$4,385,600</u> | <u>\$5,310,900</u> | <u>\$5,193,900</u> | <u>\$5,193,900</u> | <u>\$5,193,800</u> |
| <b>Expenditures</b>                   |                    |                    |                    |                    |                    |
| Other Charges/Pass Thru               | \$4,385,600        | \$5,310,900        | \$5,193,900        | \$5,193,900        | \$5,193,800        |
| <b>Total</b>                          | <u>\$4,385,600</u> | <u>\$5,310,900</u> | <u>\$5,193,900</u> | <u>\$5,193,900</u> | <u>\$5,193,800</u> |

**4.1 (d) Funding History – Public Service Commission – Lifeline Telecommunications Service Fund**

|  | <b>FY 1997</b> | <b>FY 1998</b> | <b>FY 1999</b> | <b>FY 2000</b>     | <b>FY 2001</b>     |
|--|----------------|----------------|----------------|--------------------|--------------------|
| <b>Financing</b>                         | <b>Actual</b>  | <b>Actual</b>  | <b>Actual</b>  | <b>Estimated</b>   | <b>Analyst</b>     |
| Dedicated Credits Revenue                |                |                | \$1,213,200    | \$1,002,300        | \$1,139,800        |
| Beginning Nonlapsing                     |                |                |                | 1,207,800          | 1,107,800          |
| Closing Nonlapsing                       |                |                | (1,207,800)    | (1,107,800)        | (997,600)          |
| <b>Total</b>                             | <u>\$0</u>     | <u>\$0</u>     | <u>\$5,400</u> | <u>\$1,102,300</u> | <u>\$1,250,000</u> |
| <b>% Change</b>                          |                |                |                | 20313.0%           | 13.4%              |
| <b>Programs</b>                          |                |                |                |                    |                    |
| Lifeline Telecommunications Support Fund |                |                | \$5,400        | \$1,102,300        | \$1,250,000        |
| <b>Total</b>                             | <u>\$0</u>     | <u>\$0</u>     | <u>\$5,400</u> | <u>\$1,102,300</u> | <u>\$1,250,000</u> |
| <b>Expenditures</b>                      |                |                |                |                    |                    |
| Other Charges/Pass Thru                  |                |                | \$5,400        | \$1,102,300        | \$1,250,000        |
| <b>Total</b>                             | <u>\$0</u>     | <u>\$0</u>     | <u>\$5,400</u> | <u>\$1,102,300</u> | <u>\$1,250,000</u> |

**4.1 (e) Funding History – Public Service Commission - Speech and Hearing Impaired**

|                             | <b>FY 1997</b>     | <b>FY 1998</b>     | <b>FY 1999</b>     | <b>FY 2000</b>     | <b>FY 2001</b>     |
|-----------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| <b>Financing</b>            | <b>Actual</b>      | <b>Actual</b>      | <b>Actual</b>      | <b>Estimated</b>   | <b>Analyst</b>     |
| Dedicated Credits Revenue   | \$2,167,700        | \$2,258,400        | \$2,399,700        | \$2,400,400        | \$2,514,300        |
| Beginning Nonlapsing        | 1,491,900          | 2,106,900          | 2,993,100          | 3,565,300          | 3,658,200          |
| Closing Nonlapsing          | (2,106,900)        | (2,993,100)        | (3,565,300)        | (3,658,200)        | (3,865,000)        |
| <b>Total</b>                | <u>\$1,552,700</u> | <u>\$1,372,200</u> | <u>\$1,827,500</u> | <u>\$2,307,500</u> | <u>\$2,307,500</u> |
| <b>% Change</b>             |                    | -11.6%             | 33.2%              | 26.3%              | 0.0%               |
| <b>Programs</b>             |                    |                    |                    |                    |                    |
| Speech and Hearing Impaired | \$1,552,700        | \$1,372,200        | \$1,827,500        | \$2,307,500        | \$2,307,500        |
| <b>Total</b>                | <u>\$1,552,700</u> | <u>\$1,372,200</u> | <u>\$1,827,500</u> | <u>\$2,307,500</u> | <u>\$2,307,500</u> |
| <b>Expenditures</b>         |                    |                    |                    |                    |                    |
| Current Expense             | \$1,552,700        | \$1,372,200        | \$1,827,500        | \$2,307,500        | \$2,307,500        |
| <b>Total</b>                | <u>\$1,552,700</u> | <u>\$1,372,200</u> | <u>\$1,827,500</u> | <u>\$2,307,500</u> | <u>\$2,307,500</u> |