

8770 Electricity Oversight Board

The Electricity Oversight Board (EOB) was established as part of California's effort to restructure the electricity market in 1996. The goal of the EOB was to ensure that wholesale energy markets and the electric transmission system function reliably and provide electricity at fair costs to California's consumers and businesses. The EOB's primary means of pursuing these goals has been to monitor electricity markets in order to guard against price manipulation by electricity producers, and to pursue refunds of alleged overcharges during the energy crisis of 2001.

In recent years, other entities have taken on major responsibilities related to the activities engaged in by the EOB. The California Independent System Operator has developed extensive procedures for market oversight, and the California Public Utilities Commission has intervened with Federal Energy Regulatory Commission and the courts in pursuit of refunds due to overcharges. In view of these developments, the continued operation of the EOB is no longer necessary. Therefore, the Administration has reduced the current year budget with the intent that the EOB cease operations on April 1, 2008, and the 2008-09 proposed Governor's Budget contains no further funding for the EOB.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

| | Positions | | | Expenditures | | |
|------------------------------------------------------------------|-------------|-------------|----------|-----------------|-----------------|-----------------|
| | 2006-07 | 2007-08 | 2008-09 | 2006-07* | 2007-08* | 2008-09* |
| 30 Administration | 17.1 | 21.8 | - | \$2,649 | \$3,162 | \$- |
| TOTALS, POSITIONS AND EXPENDITURES (All Programs) | 17.1 | 21.8 | - | \$2,649 | \$3,162 | \$- |
| FUNDING | | | | 2006-07* | 2007-08* | 2008-09* |
| 0462 Public Utilities Commission Utilities Reimbursement Account | | | | \$2,290 | \$2,742 | \$- |
| 0465 Energy Resources Programs Account | | | | 359 | 420 | - |
| TOTALS, EXPENDITURES, ALL FUNDS | | | | \$2,649 | \$3,162 | \$- |

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Public Utilities Code, Division 1, Part 1, Chapter 2.3, Article 2, Sections 335-341.4.

DETAILED BUDGET ADJUSTMENTS

| | 2007-08* | | | 2008-09* | | |
|-----------------------------------------|--------------|-------------|-----------|--------------|-----------------|-----------|
| | General Fund | Other Funds | Positions | General Fund | Other Funds | Positions |
| Baseline Adjustment Descriptions | | | | | | |
| • Baseline Adjustment | \$- | \$- | - | \$- | -\$3,096 | - |
| Totals, Baseline Adjustments | \$- | \$- | - | \$- | -\$3,096 | - |
| TOTALS, BUDGET ADJUSTMENTS | \$- | \$- | - | \$- | -\$3,096 | - |

DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

| | | 2006-07* | 2007-08* | 2008-09* |
|------------------------------------------------------------------|--|----------------|----------------|------------|
| PROGRAM REQUIREMENTS | | | | |
| 30 ADMINISTRATION | | | | |
| State Operations: | | | | |
| 0462 Public Utilities Commission Utilities Reimbursement Account | | \$2,290 | \$2,742 | \$- |
| 0465 Energy Resources Programs Account | | 359 | 420 | - |
| Totals, State Operations | | \$2,649 | \$3,162 | \$- |
| TOTALS, EXPENDITURES | | | | |
| State Operations | | 2,649 | 3,162 | - |
| Totals, Expenditures | | \$2,649 | \$3,162 | \$- |

EXPENDITURES BY CATEGORY (Summary By Object)

* Dollars in thousands, except in Salary Range.

8770 Electricity Oversight Board - Continued

| 1 State Operations | Positions | | | Expenditures | | |
|-----------------------------------------------------------------------------|-------------|-------------|----------|----------------|----------------|------------|
| | 2006-07 | 2007-08 | 2008-09 | 2006-07* | 2007-08* | 2008-09* |
| PERSONAL SERVICES | | | | | | |
| Authorized Positions (Equals Sch. 7A) | 17.1 | 23.0 | - | \$1,309 | \$1,676 | \$- |
| Total Adjustments | - | - | - | - | 57 | - |
| Estimated Salary Savings | - | -1.2 | - | - | -35 | - |
| Net Totals, Salaries and Wages | 17.1 | 21.8 | - | \$1,309 | \$1,698 | \$- |
| Staff Benefits | - | - | - | 423 | 535 | - |
| Totals, Personal Services | 17.1 | 21.8 | - | \$1,732 | \$2,233 | \$- |
| OPERATING EXPENSES AND EQUIPMENT | | | | \$917 | \$929 | \$- |
| TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations) | | | | \$2,649 | \$3,162 | \$- |

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

| 1 STATE OPERATIONS | 2006-07* | 2007-08* | 2008-09* |
|-------------------------------------------------------------------------|----------------|----------------|------------|
| 0462 Public Utilities Commission Utilities Reimbursement Account | | | |
| APPROPRIATIONS | | | |
| 001 Budget Act appropriation | \$3,385 | \$2,684 | \$- |
| Allocation for employee compensation | 134 | 62 | - |
| Adjustment per Section 3.60 | 14 | -4 | - |
| Totals Available | \$3,533 | \$2,742 | \$- |
| Unexpended balance, estimated savings | -1,243 | - | - |
| TOTALS, EXPENDITURES | \$2,290 | \$2,742 | \$- |
| 0465 Energy Resources Programs Account | | | |
| APPROPRIATIONS | | | |
| 001 Budget Act appropriation | \$518 | \$412 | \$- |
| Allocation for employee compensation | 20 | 9 | - |
| Adjustment per Section 3.60 | 2 | -1 | - |
| Totals Available | \$540 | \$420 | \$- |
| Unexpended balance, estimated savings | -181 | - | - |
| TOTALS, EXPENDITURES | \$359 | \$420 | \$- |
| TOTALS, EXPENDITURES, ALL FUNDS (State Operations) | \$2,649 | \$3,162 | \$- |

CHANGES IN AUTHORIZED POSITIONS

| | Positions | | | Expenditures | | |
|-----------------------------------|-------------|-------------|----------|----------------|----------------|------------|
| | 2006-07 | 2007-08 | 2008-09 | 2006-07* | 2007-08* | 2008-09* |
| Totals, Authorized Positions | 17.1 | 23.0 | - | \$1,309 | \$1,676 | \$- |
| Salary Adjustments | - | - | - | - | 57 | - |
| Total Adjustments | - | - | - | \$- | \$57 | \$- |
| TOTALS, SALARIES AND WAGES | 17.1 | 23.0 | - | \$1,309 | \$1,733 | \$- |

* Dollars in thousands, except in Salary Range.