LEGISLATURE OF NEBRASKA

ONE HUNDRED FIRST LEGISLATURE

SECOND SESSION

LEGISLATIVE BILL 797

Introduced by Langemeier, 23.

Read first time January 08, 2010

Committee: Natural Resources

A BILL

1	FOR AN ACT relating to the Nebraska Power Review Board; to amend
2	section 70-1003, Reissue Revised Statutes of Nebraska; to
3	change duties of the board relating to hearings and a
4	report as prescribed; to eliminate obsolete requirements;
5	to harmonize provisions; and to repeal the original
6	section.

7 Be it enacted by the people of the State of Nebraska,

-1-

Section 1. Section 70-1003, Reissue Revised Statutes of
 Nebraska, is amended to read:

3 70-1003 (1) There is hereby established an independent board to be known as the Nebraska Power Review Board to consist of 4 5 five members, one of whom shall be an engineer, one an attorney, one an accountant, and two laypersons. No person who is or who 6 7 has within four years preceding his or her appointment been either 8 a director, officer, or employee of any electric utility or an 9 elective state officer shall be eligible for membership on the 10 board. Members of the board shall be appointed by the Governor 11 subject to the approval of the Legislature. Members of the board 12 first appointed shall be appointed within thirty days of May 13 16, 1963. Of the members initially appointed, two shall serve 14 until January 1, 1965, two until January 1, 1966, and one until 15 January 1, 1967. Upon expiration of such the terms of the members 16 first appointed, the successors shall be appointed for terms of 17 four years. No member of the board shall serve more than two 18 consecutive terms. Any vacancy on the board arising other than from 19 the expiration of a term shall be filled by appointment for the 20 unexpired portion of the term, and any person appointed to fill a 21 vacancy on the board shall be eligible for reappointment for two 22 more consecutive terms. No more than three members of the board shall be registered members of that political party represented 23 by the Governor. Each member of the board shall receive sixty 24 25 dollars per day for each day actually and necessarily engaged

LB 797

1 in the performance of his or her duties, but not to exceed six 2 thousand dollars in any one year, and shall be reimbursed for his 3 or her actual and necessary expenses while so engaged as provided 4 in sections 81-1174 to 81-1177. The board shall have jurisdiction 5 as provided in Chapter 70, article 10.

6 (2) The board shall meet promptly after its members have 7 been appointed. They shall elect from their members a chairperson 8 and a vice-chairperson. Decisions of the board shall require the 9 approval of a majority of the members of the board.

10 (3) The board shall employ an executive director and 11 may employ such other staff necessary to carry out the duties 12 pursuant to Chapter 70, article 10. The executive director shall 13 serve at the pleasure of the board and shall be solely responsible 14 to the board. The executive director shall be responsible for 15 the administrative operations of the board and shall perform such 16 other duties as may be delegated or assigned to him or her by the 17 board. The board may obtain the services of experts and consultants necessary to carry out the board's duties pursuant to Chapter 70, 18 19 article 10.

(4) The board shall publish and submit a biennial report with annual data to the Governor, with copies to be filed with the Clerk of the Legislature and with the State Energy Office. The State Energy Office shall consider the information in the Nebraska Power Review Board's report when the State Energy Office prepares its own reports pursuant to sections 81-1606 and 81-1607. The

LB 797

-3-

LB 797

1 report of the board shall include:

2 (a) The assessments for the fiscal year imposed pursuant 3 to section 70-1020; (b) The gross income totals for each category of the 4 5 industry and the industry total; 6 (c) The number of suppliers against whom the assessment 7 is levied, by category and in total; 8 (d) The projected dollar costs of generation, 9 transmission, and microwave applications, approved and denied; 10 (e) The actual dollar costs of approved applications upon 11 completion, and a summary of an informational hearing concerning 12 any significant divergence between the projected and actual costs; 13 (f) A description of Nebraska's current electric system and information on additions to and retirements from the system 14 15 during the fiscal year, including microwave facilities; 16 (g) A statistical summary of board activities and an 17 expenditure summary; 18 (h) A roster of power suppliers in Nebraska and the 19 assessment each paid; and 20 (i) Appropriately detailed historical and projected 21 electric supply and demand statistics, including information on the 22 total generating capacity owned by Nebraska suppliers and the total 23 peak load demand of the previous year, along with an indication of 24 how the industry will respond to the projected situation. 25 (5) The board shall annually may, in its discretion, hold

-4-

one or more public hearings concerning the conditions that may indicate that retail competition in the electric industry would benefit Nebraska's citizens and what steps, if any, should be taken to prepare for retail competition in Nebraska's electricity market. <u>In determining whether to hold such hearings, the board shall</u> consider the sufficiency of public interest.

LB 797

7 (6) The board shall <u>may, at any time deemed beneficial</u> 8 <u>by the board, submit an annual a</u> report to the Governor with 9 copies to be filed with the Clerk of the Legislature and the 10 Natural Resources Committee of the Legislature. The report shall 11 may include:

12 (a) Whether or not a viable regional transmission
13 organization and adequate transmission exist in Nebraska or in a
14 region which includes Nebraska;

15 (b) Whether or not a viable wholesale electricity market
16 exists in a region which includes Nebraska;

17 (c) To what extent retail rates have been unbundled in
18 Nebraska;

19 (d) A comparison of Nebraska's wholesale electricity20 prices to the prices in the region; and

(e) Any other information the board believes to be beneficial to the Governor, the Legislature, and Nebraska's citizens when considering whether retail electric competition would be beneficial, such as, but not limited to, an update on deregulation activities in other states and an update on federal

-5-

LB 797

1 deregulation legislation.

2 (7) The board may submit periodic reports on the 3 information set out in subsection (6) of this section if the board determines that significant changes to those conditions have 4 5 occurred of which the Governor and the Legislature should be 6 apprised prior to the submission of the next annual report. 7 (8) (7) The board is authorized to establish working 8 groups of interested parties to assist the board in carrying out 9 the duties powers set forth in subsections (5) and (6) of this 10 section. Sec. 2. Original section 70-1003, Reissue Revised 11

12 Statutes of Nebraska, is repealed.