## **Local Government Committee**

# SB 6717

Brief Description: Increasing public utility district commissioner salaries.

**Sponsors:** Senators Hatfield, Pridemore, Sheldon, Hobbs, Berkey, Fairley, McDermott and Delvin.

### **Brief Summary of Bill**

- Increases the salary of public utility commissioners in districts with annual total gross revenue of over \$15 million by \$400 to \$1,400 per month.
- Allows the board of commissioners to pass a resolution to increase the maximum rate of salary by \$500 to \$1,800 per month for districts with annual total gross revenue of over \$15 million.
- Increases the salary of public utility commissioners in districts with annual total gross revenue between \$2 million and \$15 million by \$300 to \$1,000 per month.
- Allows the board of commissioners to pass a resolution to increase the maximum rate of salary by \$400 to \$1,300 per month for districts with annual total gross revenue between \$2 million and \$15 million.
- Allows commissioners of other districts who serve without pay to pass a resolution to receive and increase compensation by \$200 to \$600 per month.

### Hearing Date: 2/28/08

Staff: Lyset Cadena (786-7291).

### **Background:**

The public utility districts (PUDs) were created to provide water and electricity, and to conserve water and power resources. Currently, there are 28 PUDs: 23 provide electricity services; 19 provide water or water and wastewater service; and 13 offer wholesale broadband

This analysis was prepared by non-partisan legislative staff for the use of legislative members in their deliberations. This analysis is not a part of the legislation nor does it constitute a statement of legislative intent.

telecommunications service. The powers of a PUD are executed by a board of three elected commissioners.

Commissioners of a public utility district are eligible to receive salaries as follows:

The commissioners of public utility districts that operate utility properties with total gross revenue of over \$15 million shall receive \$1,000 per month. The board of commissioners may pass a resolution to increase the maximum rate of salary to \$1,300 per month.

The commissioners of public utility districts that operate utility properties with total gross revenue between \$2 million and \$15 million shall receive \$700 per month. The board of commissioners may pass a resolution to increase the maximum rate of salary to \$900 per month.

The commissioners of other districts serve without salary, but the board of commissioners may pass a resolution providing for salaries of up to \$400 per month.

In addition, commissioners may receive per diem compensation at a rate of \$90 per day and compensation paid during the year may not exceed \$12,600. Commissioners may also choose to waive all or any portion of their compensation.

### **Summary of Bill:**

The commissioners of public utility districts that operate utility properties with total gross revenue of over \$15 million shall receive \$1,400 per month. The board of commissioners may pass a resolution to increase the maximum rate of salary to \$1,800 per month.

The commissioners of public utility districts that operate utility properties with total gross revenue between \$2 million and \$15 million shall receive \$1,000 per month. The board of commissioners may pass a resolution to increase the maximum rate of salary to \$1,300 per month.

The commissioners of other districts serve without salary, but the board of commissioners may pass a resolution providing for salaries up to \$600 per month.

Appropriation: None.

Fiscal Note: Not requested.

Effective Date: The bill takes effect 90 days after adjournment of session in which bill is passed.