27-LS1108\B Nauman 3/12/12

### CS FOR HOUSE BILL NO. 294(ENE)

#### IN THE LEGISLATURE OF THE STATE OF ALASKA

## TWENTY-SEVENTH LEGISLATURE - SECOND SESSION

BY THE HOUSE SPECIAL COMMITTEE ON ENERGY

Offered: Referred:

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Sponsor(s): REPRESENTATIVES EDGMON, Herron, Foster, Muñoz

### A BILL

#### FOR AN ACT ENTITLED

"An Act relating to the power cost equalization program."

## BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

- \* **Section 1.** AS 42.45.110(b) is amended to read:
  - (b) An eligible electric utility is entitled to receive power cost equalization
  - (1) for sales of power to local community facilities, calculated in the aggregate for each community served by the electric utility, for actual consumption of not more than 70 kilowatt-hours a month for each resident of the community; the number of community residents shall be determined annually by the latest figures of the United States Bureau of the Census or other population data that the Department of Commerce, Community, and Economic Development determines is reliable; and
  - (2) for actual consumption of not more than <u>600</u> [500] kilowatt-hours a month sold to each [RESIDENTIAL] customer <u>in all classes served by the electric</u> utility except

(A) customers of the utility covered under (1) of this

subsection;

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(B) customers that are state or federal offices or state or federal facilities; and

# (C) nonresidential customers of the utility that consume more than 2,400 kilowatt-hours of power a month.

\* Sec. 2. AS 42.45.110(d) is amended to read:

(d) An electric utility whose customers receive power cost equalization under AS 42.45.100 - 42.45.150 shall set out in its tariff the rates without the power cost equalization and the amount of power cost equalization per kilowatt-hour sold. The rate charged to the customer shall be the difference between the two amounts. Power cost equalization paid under AS 42.45.100 - 42.45.150 shall be used to reduce the cost of all power sold to local community facilities, in the aggregate, to the extent of 70 kilowatt-hours **a** [PER] month **for each** [PER] resident of the community, and to reduce the cost of the first **600** [500] kilowatt-hours **for each** [PER RESIDENTIAL] customer **a month for all other classes served by the electric utility except state and federal offices and state and federal facilities and nonresidential customers of the utility that consume more than 2,400 kilowatt-hours of power a [PER] month.**