

HOUSE BILL NO. 294

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-SEVENTH LEGISLATURE - SECOND SESSION

BY REPRESENTATIVES EDGMON, Herron

Introduced: 1/25/12

Referred: House Special Committee on Energy, Finance

A BILL

FOR AN ACT ENTITLED

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

2 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

3 * **Section 1.** AS 42.45.110(b) is amended to read:

4 (b) An eligible electric utility is entitled to receive power cost equalization

5 (1) for sales of power to local community facilities, calculated in the
6 aggregate for each community served by the electric utility, for actual consumption of
7 not more than 70 kilowatt-hours a month for each resident of the community; the
8 number of community residents shall be determined annually by the latest figures of
9 the United States Bureau of the Census or other population data that the Department of
10 Commerce, Community, and Economic Development determines is reliable; and

11 (2) for actual consumption of not more than **700** [500] kilowatt-hours a
12 month sold to each [RESIDENTIAL] customer **in all classes served by the electric**
13 **utility except**

14 **(A) customers of the utility covered under (1) of this**
15 **subsection; and**

1 **(B) customers that are state or federal offices or state or**
2 **federal facilities other than public schools.**

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

4 (d) An electric utility whose customers receive power cost equalization under
5 AS 42.45.100 - 42.45.150 shall set out in its tariff the rates without the power cost
6 equalization and the amount of power cost equalization per kilowatt-hour sold. The
7 rate charged to the customer shall be the difference between the two amounts. Power
8 cost equalization paid under AS 42.45.100 - 42.45.150 shall be used to reduce the cost
9 of all power sold to local community facilities, in the aggregate, to the extent of 70
10 kilowatt-hours per month per resident of the community, and to reduce the cost of the
11 first **700** [500] kilowatt-hours per [RESIDENTIAL] customer per month **for all other**
12 **classes served by the electric utility except state and federal offices and state and**
13 **federal facilities other than public schools.**