WORK DRAFT

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27-LS1108\M Nauman 3/1/12

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>7,200</u> [500] kilowatt-hours
a <u>year</u> [MONTH] sold to each [RESIDENTIAL] customer <u>in all classes served by</u>
<u>the electric utility except</u>

(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 1 2 federal facilities; and (C) nonresidential customers of the utility that consume 3 4 more than 28,000 kilowatt-hours of power a year. 5 * Sec. 2. AS 42.45.110(d) is amended to read: (d) An electric utility whose customers receive power cost equalization under 6 AS 42.45.100 - 42.45.150 shall set out in its tariff the rates without the power cost 7 8 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 9 cost equalization paid under AS 42.45.100 - 42.45.150 shall be used to reduce the cost 10 of all power sold to local community facilities, in the aggregate, to the extent of 70 11 kilowatt-hours a [PER] month for each [PER] resident of the community, and to 12 reduce the cost of the first 7,200 [500] kilowatt-hours for each [PER RESIDENTIAL] 13 customer a year for all other classes served by the electric utility except state and 14 15 federal offices and state and federal facilities and nonresidential customers of the utility that consume more than 28,000 kilowatt-hours of power a year [PER 16 17 MONTH].

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