

HB 307 Integrated Transmission Systems

House Finance Committee

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Governor Dunleavy's Energy Policy Priorities

- Open access that is nondiscriminatory to the source of power generation
- The lowest cost power moves from anywhere to anywhere without artificial barriers

How does HB 307 achieve this?

- Elimination of “wheeling” rates in favor of a new transmission cost recovery mechanism to be developed by an association of the Railbelt utilities and approved by the Regulatory Commission of Alaska
- Creates tax parity for Independent Power Producers by providing the same tax exemption for power generation as the tax-exempt cooperatives or municipally-owned utilities

How could HB 307 be improved?

- Fix the “double-tax” issue for IPPs, and provide for the tax exemption to apply only to future projects
- Provide for a deadline for the Railbelt utilities to submit the new transmission cost recovery mechanism to the RCA
- Technical improvements to language and definitions, and clarification of responsibilities

Questions?



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