

CS FOR SENATE BILL NO. 54(L&C)

IN THE LEGISLATURE OF THE STATE OF ALASKA

NINETEENTH LEGISLATURE - FIRST SESSION

BY THE SENATE LABOR AND COMMERCE COMMITTEE

Offered: 3/22/95
Referred: Finance

Sponsor(s): SENATE LABOR AND COMMERCE COMMITTEE BY REQUEST

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to exclusive service areas for utilities certificated to provide
2 electric utility service and to the definition of 'general public' for utilities
3 furnishing electric service; and prohibiting certain exemptions from regulation."

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

5 * **Section 1.** INTENT. It is the intent of secs. 2 and 4 of this Act to state the policy only
6 concerning service areas for electric utilities and, in sec. 3 of this Act, to affect only refuse
7 collection utilities. The amendments made by this Act do not apply to other utility services.

8 * **Sec. 2.** AS 42.05.221 is amended by adding a new subsection to read:

9 (g) A certificate issued under this section to a public utility providing electric
10 service establishes an exclusive service area for the provision of electric service.

11 * **Sec. 3.** AS 42.05.711(d) is amended to read:

12 (d) **Except for refuse collection utilities and service, the** [THE] commission
13 may exempt a utility, a class of utilities, or a utility service from all or a portion of
14 this chapter if the commission finds that the exemption is in the public interest.

1 * **Sec. 4.** AS 42.05.990(3) is amended to read:

2 (3) "public" or "general public" means

3 (A) a group of 10 or more customers that purchase the service
4 or commodity furnished by a public utility;

5 (B) one or more customers that purchase electrical service for
6 use within an area that is certificated to [AND PRESENTLY OR FORMERLY
7 SERVED BY] an electric utility if the total annual compensation **paid by**
8 **customers located within that certificated area to entities that provide**
9 **electrical service other than the certificated utility** [THAT THE
10 ELECTRICAL UTILITY RECEIVES FOR SALES OF ELECTRICITY]
11 exceeds \$50,000; and

12 (C) a utility purchasing the product or service or paying for the
13 transmission of electric energy, natural or manufactured gas, or petroleum
14 products that are re-sold to a person or group included in (A) or (B) of this
15 paragraph or that are used to produce the service or commodity sold to the
16 public by the utility;