

AMENDMENT #7

OFFERED IN THE HOUSE

BY REPRESENTATIVES MEYER,

TO: HCS CSSB 4002(FIN)

FOSTER, AND CHENAULT

THOMAS  
Hawke  
Wilson  
Olson  
~~Johnson~~  
Johnson

1 Page 1, line 1, following "fund;": (title amendment)

2 Insert "relating to power cost equalization;"

4 Page 1, following line 12:

5 Insert new bill sections to read:

6 "\* Sec. 2. AS 42.45.110(c) is amended to read:

7 (c) The amount of power cost equalization provided **for each** [PER] kilowatt-  
8 hour under [SUBSECTION] (b) of this section may not exceed 95 percent of the  
9 power costs, or the average rate **for each** [PER] eligible kilowatt-hour sold, whichever  
10 is less, as determined by the commission. However,

11 (1) [DURING THE STATE FISCAL YEAR THAT BEGAN JULY 1,  
12 1999,] the power costs for which power cost equalization **are** [WERE] paid to an  
13 electric utility **are** [WERE] limited to minimum power costs of more than 12 cents **a**  
14 [PER] kilowatt-hour and less than **\$1.00 a** [52.5 CENTS PER] kilowatt-hour;

15 (2) **each year** [DURING EACH FOLLOWING STATE FISCAL  
16 YEAR], the commission shall adjust the power costs for which power cost  
17 equalization may be paid to an electric utility based on the weighted average retail  
18 residential rate in Anchorage, Fairbanks, and Juneau; however, the commission may  
19 not adjust the power costs under this paragraph to reduce the amount below the lower  
20 limit set out in (1) of this subsection; and

21 (3) the power cost equalization **for each** [PER] kilowatt-hour may be  
22 determined for a utility without historical kilowatt-hour sales data by using kilowatt-  
23 hours generated.

1 \* **Sec. 3.** AS 42.45.110(c), as amended by sec. 2 of this Act, is amended to read:

2 (c) The amount of power cost equalization provided for each kilowatt-hour  
3 under (b) of this section may not exceed 95 percent of the power costs, or the average  
4 rate for each eligible kilowatt-hour sold, whichever is less, as determined by the  
5 commission. However,

6 (1) the power costs for which power cost equalization are paid to an  
7 electric utility are limited to minimum power costs of more than 12 cents a kilowatt-  
8 hour and less than **52.5 cents** [\$1.00] a kilowatt-hour;

9 (2) each year, the commission shall adjust the power costs for which  
10 power cost equalization may be paid to an electric utility based on the weighted  
11 average retail residential rate in Anchorage, Fairbanks, and Juneau; however, the  
12 commission may not adjust the power costs under this paragraph to reduce the amount  
13 below the lower limit set out in (1) of this subsection; and

14 (3) the power cost equalization for each kilowatt-hour may be  
15 determined for a utility without historical kilowatt-hour sales data by using kilowatt-  
16 hours generated."  
17

18 Renumber the following bill sections accordingly.

19  
20 Page 3, line 29:

21 Delete "Section 4(a)"

22 Insert "Section 6(a)"  
23

24 Page 3, line 30:

25 Delete "Section 4(b) and (c)"

26 Insert "Section 6(b) and (c)"  
27

28 Page 3, following line 30:

29 Insert new bill sections to read:

30 **\*\* Sec. 10.** Section 2 of this Act takes effect October 1, 2008.

31 **\* Sec. 11.** Section 3 of this Act takes effect June 30, 2009."

1  
2 Renumber the following bill sections accordingly.

3

4 Page 3, line 31:

5 Delete "This"

6 Insert "Except as provided in secs. 10 and 11 of this Act, this"