

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: 3/21/12

Referred: Finance

Sponsor(s): REPRESENTATIVES EDGMON, Herron, Foster, Muñoz

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 **600** [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;**

1 **(B) customers that are state or federal offices or state or**
2 **federal facilities; and**

3 **(C) nonresidential customers of the utility that consume**
4 **more than 2,400 kilowatt-hours of power a month.**

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

6 (d) An electric utility whose customers receive power cost equalization under
7 AS 42.45.100 - 42.45.150 shall set out in its tariff the rates without the power cost
8 equalization and the amount of power cost equalization per kilowatt-hour sold. The
9 rate charged to the customer shall be the difference between the two amounts. Power
10 cost equalization paid under AS 42.45.100 - 42.45.150 shall be used to reduce the cost
11 of all power sold to local community facilities, in the aggregate, to the extent of 70
12 kilowatt-hours **a** [PER] month **for each** [PER] resident of the community, and to
13 reduce the cost of the first **600** [500] kilowatt-hours **for each** [PER RESIDENTIAL]
14 customer **a month for all other classes served by the electric utility except state**
15 **and federal offices and state and federal facilities and nonresidential customers of**
16 **the utility that consume more than 2,400 kilowatt-hours of power a** [PER] month.