

CS FOR HOUSE BILL NO. 286 (FINANCE)
IN THE LEGISLATURE OF THE STATE OF ALASKA
SEVENTEENTH LEGISLATURE - FIRST SESSION

BY THE HOUSE FINANCE COMMITTEE

Offered: 5/16/91
Referred: Rules

Sponsor(s): REPRESENTATIVES IVAN, Jacko, Zawacki, Sharp

A BILL

FOR AN ACT ENTITLED

1 "An Act requiring the Alaska Public Utilities Commission to adopt regulations concerning
2 the adjustment of rates by local exchange telephone utilities; permitting the adjustment of
3 rates of local exchange telephone utilities in conformance with changes in jurisdictional cost
4 allocation factors; and providing for an effective date."

5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

6 * Section 1. AS 42.05.381(e) is amended to read:

7 (e) The commission shall adopt regulations for electric cooperatives and for local
8 exchange telephone utilities setting a range for adjustment of rates by a simplified rate filing
9 procedure. A cooperative or telephone utility may apply for permission to adjust its rates over
10 a period of time under the simplified rate filing procedure regulations. The commission shall
11 grant the application if the cooperative or telephone utility satisfies the requirements of the
12 regulations. The commission may review implementation of the simplified rate filing procedure
13 at reasonable intervals and may revoke permission to use the procedure or require modification
14 of the rates to correct an error. The commission shall adopt the regulations concerning

1 **adjustment of rates by local exchange telephone utilities on or before October 1, 1991.**

2 * **Sec. 2.** AS 42.05.381 is amended by adding a new subsection to read:

3 (f) A local exchange telephone utility may adjust its rates in conformance with changes
4 in jurisdictional cost allocation factors required by either the Federal Communications
5 Commission or the Alaska Public Utilities Commission upon a showing to the Alaska Public
6 Utilities Commission of

7 (1) the order requiring the change in allocation factors;

8 (2) the aggregate shift in revenue requirement, segregated by service classes or
9 categories, caused by the change in allocation factors; and

10 (3) the rate adjustment required to conform to the required shift in local revenue
11 requirement.

12 * **Sec. 3.** This Act takes effect immediately under AS 01.10.070(c).