

HOUSE BILL NO. 365

IN THE LEGISLATURE OF THE STATE OF ALASKA

THIRTY-THIRD LEGISLATURE - SECOND SESSION

BY REPRESENTATIVE MCCABE

Introduced: 2/20/24

Referred: House Special Committee on Energy, State Affairs

A BILL

FOR AN ACT ENTITLED

1 **"An Act relating to power cost equalization; and providing for an effective date."**

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 750 kilowatt-hours a
12 month sold to each residential customer or school.

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

14 (d) An electric utility whose customers receive power cost equalization under
15 AS 42.45.100 - 42.45.150 shall set out in its tariff the rates without the power cost

1 equalization and the amount of power cost equalization per kilowatt-hour sold. The
2 rate charged to the customer shall be the difference between the two amounts. Power
3 cost equalization paid under AS 42.45.100 - 42.45.150 shall be used to reduce the cost
4 of all power sold to local community facilities, in the aggregate, to the extent of 70
5 kilowatt-hours a [PER] month for each [PER] resident of the community, and to
6 reduce the cost of the first 500 kilowatt-hours a month for each [PER] residential
7 customer and school [PER MONTH].

8 * **Sec. 3.** This Act takes effect July 1, 2024.