Notice of Utility Tariff Filing

The REGULATORY COMMISSION OF ALASKA (Commission) gives notice that Sand Point Generating, LLC. (SPG) filed tariff revision TA244-230, to add the new Small Facility Power Purchase Rate (SFPPR) to its tariff in compliance with a recently-enacted Commission regulation (3 AAC 50.790(d)). The SFPPR will replace the existing Non-Firm Power Purchase Rate (NFPPR).

3 AAC 50.790(d) states that by April 1, 2016, a regulated electric utility must submit a proposed tariff filing that includes a standard rate for purchase of energy from qualifying facilities (QF) with a design capacity of 100 kW or less. 3 AAC 50.770(i) states that the SFPPR must be expressed in cents-per-kilowatt-hour unless otherwise ordered by the Commission. The rate must be determined from the sum of fuel costs and variable operations and maintenance expenses and the energy portion of purchased power expense, using the same period employed to project costs and sales in the utility's adjustment clause (in this case a Cost of Power Adjustment) methodology, divided by the number of kilowatt-hours sold for the same time period.

SPG proposes to purchase power from QFs with a nameplate capacity of 100 kW or less at a rate equal to the amount of diesel used in the most recent quarter multiplied by the current price of fuel, divided by the number of kWh sold attributable to diesel generation in the same period. SPG proposes excluding costs associated with the purchase of wind energy from the calculation.

SPG's initial proposed SFPPR is \$0.1863, a decrease from the existing NFPPR of \$0.2341.

This notice may not contain all requested revisions and the Commission may approve a rate or classification which varies from that proposed. You may obtain more information about this filing by contacting James Keen, consultant for SPG, at 800 East Dimond Boulevard, #3-670, Anchorage, AK 99515; phone: (907) 522-2130. The complete filing is also available for inspection at the Commission's office at 701 West 8th Avenue, Suite 300, Anchorage, AK 99501; phone: (907) 276-6222, or may be viewed at the Commission's website at http://rca.alaska.gov by typing "TA244-230" in the *Find a Matter* search box.

To comment on this filing, please file your comments by 5:00 p.m., June 15, 2016, at the Commission's address given above or via our website at:

https://rca.alaska.gov/RCAWeb/WhatsNew/PublicNoticesComments.aspx

Please reference TA244-230 and include a statement that you've filed a copy of the comments with SPG the address given above or by email to jkeen@aktcpa.com. Individuals or groups of people with disabilities, who require special accommodations, auxiliary aids or service, or alternative communication formats, please contact Joyce McGowan at (907) 276-6222, toll-free at 1-800-390-2782, TTY (907) 276-4533 or send a request via electronic mail to rca.mail@alaska.gov by June 8, 2016.

DATED at Anchorage, Alaska, this 16th day of May, 2016.

REGULATORY COMMISSION OF ALASKA

Finance Section Manager