

Notice of Utility Tariff Filing

The REGULATORY COMMISSION OF ALASKA (Commission) gives notice that Chugach Electric Association, Inc. (Chugach) filed a tariff revision designated as TA428-8, requesting Commission approval to implement the Simplified Rate Filing (SRF) process for rate changes for customers that receive service under Chugach's tariff for transmission and ancillary services.

The SRF is a process by which an electric utility may adjust its rates, outside of a general rate case, as frequently as quarterly, but may not exceed a cumulative 20 percent increase in any three-year period or a cumulative eight percent in any twelve-month period. Rate adjustments under SRF regulations are in addition to Chugach's quarterly Fuel and Purchased Power Rate Adjustments (3 AAC 48.700 and 3 AAC 52.503). With TA428-8, Chugach is requesting to implement the SRF process to adjust rates for customers that receive service under its tariff for transmission and ancillary services on a quarterly basis, utilizing the twelve months ending March, June, September, and December as the test periods.

In addition to requesting to implement the SRF process for transmission and ancillary service rates, Chugach is proposing rate changes to the Chugach transmission and ancillary services rates based on a test year ending June 30, 2016. With this filing, Chugach is requesting a decrease of 10 to 14 percent for transmission and ancillary services rates. Chugach is not proposing SRF rate adjustments for retail service and wholesale service to Seward Electric System. A sample of the existing and proposed rates is provided below.

| | Existing Rate | Proposed Rate |
|---|---|---|
| Scheduling, System Control, and Dispatch Service | \$0.00052/hour of Reserved Capacity in kW | \$0.00047/hour of Reserved Capacity in kW |
| Reactive Supply and Voltage Control | \$0.00088/hour of Reserved Capacity in kW | \$0.00077/hour of Reserved Capacity in kW |
| Regulation and Frequency Response Service | \$0.00024/hour of Reserved Capacity in kW | \$0.00021/hour of Reserved Capacity in kW |
| Spinning Reserve Service | \$0.00139/hour of Reserved Capacity in kW | \$0.00122/hour of Reserved Capacity in kW |
| Supplemental Reserve Service | \$0.00085/hour of Reserved Capacity in kW | \$0.00075/hour of Reserved Capacity in kW |
| Long-Term Firm and Short-Term Point-to-Point Transmission Service | \$0.26794/kW of Reserved Capacity per day | \$0.23178/kW of Reserved Capacity per day |
| Non-Firm Point-to-Point Transmission Service | \$0.01116/kW per hour | \$0.00966/kW per hour |

This notice does not contain all 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

Arthur Miller, Director of Regulatory Affairs and Pricing at Chugach, at 5601 Electron Drive, P. O. Box 196300, Anchorage, AK 99519-6300; phone: (907) 762-4758. 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 "TA428-8" in the *Find a Matter* search box.

To comment on this filing, please file your comments by 5:00 p.m., October 3, 2016, at the Commission's address given above or via our website at:

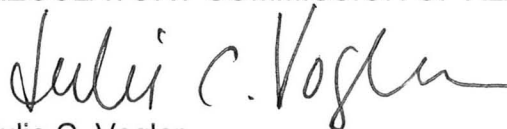
<https://rca.alaska.gov/RCAWeb/WhatsNew/PublicNoticesComments.aspx>

Please reference TA428-8 and include a statement that you have filed a copy of the comments with Chugach at its address given above or by email at info@chugachelectric.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 September 26, 2016.

DATED at Anchorage, Alaska, this 1st day of September, 2016.

REGULATORY COMMISSION OF ALASKA

A handwritten signature in black ink, appearing to read "Julie C. Vogler". The signature is fluid and cursive, with the first name "Julie" being the most prominent.

Julie C. Vogler

Finance Section Manager