## Notice of Utility Tariff Filing

The REGULATORY COMMISSION OF ALASKA (Commission) gives notice that TDX Adak Generating, LLC (TAG) filed TA50-684, a revenue requirement study, rate redesign, and cost of service study based on a 2016 test year. With this filing, TAG requests an interim and refundable rate increase, effective November 1, 2017 and a proposed permanent rate increase based on the outcome of the proposed cost of service/rate design study. A table of the current, proposed interim, and proposed permanent rates are shown in the table below.

|   |                    |               | Proposed       |
|---|--------------------|---------------|----------------|
|   |                    | Proposed      | Permanent      |
| Description   | Current Rates      | Interim Rates | Rates          |
| Residential Service (Schedule A-1)  |                    |               |                |
| Energy Charge   | \$0.606/kWh        | \$0.702/kWh   | \$0.688/kWh    |
| Customer Charge   | \$22.24/month      | \$25.77/month | \$30.00/month  |
| Commercial Service (Schedule B-1) [Large Commercial Service (Schedule C-1)] |                    |               |                |
| Energy Charge   | \$0.207/kWh        | \$0.271/kWh   | \$0.662/kWh    |
| Customer Charge   | \$44.47/month      | \$51.52/month | \$100.00/month |
| Demand Charge   | \$80.00/kW         | \$80.00/kW    | \$25.00/kW     |
| Self Generation (Schedule SG-1)   |                    |               |                |
| Energy Charge   | \$0.207/kWh        | \$0.271/kWh   |                |
| Customer Charge   | \$44.47/month      | \$51.52/month | Discontinued   |
| Demand Charge   | \$103.67/kW        | \$120.12/kW   |                |
| Small Commercial Service (Schedule B-1)                                     |                    |               |                |
| Energy Charge   | New Customer Class |               | \$0.688/kWh    |
| Customer Charge   |                    |               | \$50.00/month  |

With TA50-684, TAG proposes to create a customer class called Small Commercial service. TAG states that this will result in the termination of the Self-Generation class of service which has no customers. TAG proposes renaming the Commercial Service (Schedule B-1) class to Large Commercial Service (Schedule C-1) to differentiate it from the new proposed Small Commercial Service (Schedule B-1).

TAG has requested waivers of 3 AAC 48.275(a)(8), the requirement that it provide a computation of pro forma provision for income taxes; 3 AAC 48.275(a)(12), the requirement that it provide a computation of the weighted cost of capital; and 3 AAC 48.275(a)(13), the requirement that it provide a schedule of long-term liabilities.

Additionally, TAG has requested a waiver of 3 AAC 48.275(h), the requirement that interim rates be applied on an across-the-board basis. TAG proposes the interim rate increase of 15.86 percent be applied to each customer class. For residential and self-generating customers, TAG states that this will result in an across-the-board 15.86 percent increase to their existing customer charge and energy charge. For commercial customers (Large Commercial Service), TAG proposes that the 15.86 percent interim rate increase be applied to the customer charge, a 31.05 percent interim rate increase be applied to the energy charge, and no change be made to the demand charge.

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 TAG, 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 8<sup>th</sup> Avenue, Suite 300, Anchorage, AK 99501; phone: (907) 276-6222, or may be viewed at the Commission's website at <u>http://rca.alaska.gov</u> by typing "TA50-684" in the *Find a Matter* search box.

To comment on this filing, please file your comments by 5:00 p.m., October 2, 2017, at the Commission's address given above or via our website at:

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

Please reference TA50-684 and include a statement that you've filed a copy of the comments with TAG at the address given above or by email to <u>jkeen@aktcpa.com</u>. 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 <u>rca.mail@alaska.gov</u> by September 25, 2017.

DATED at Anchorage, Alaska, this 1<sup>st</sup> day of September, 2017.

REGULATORY COMMISSION OF ALASKA

Julie C. Voaler

Finance Section Manager