

Notice of Filing Petition to Increase Target TIER

The REGULATORY COMMISSION OF ALASKA (Commission) gives notice that on January 15, 2019, Chugach Electric Association, Inc. (Chugach), filed a petition seeking to increase their target TIER (Times Interest Earned Ratio). Docket No. U-19-003 was opened to address this matter. The target TIER is the authorized margins Chugach includes in its revenue requirement to set rates. Margins can be defined as revenues in excess of expenses. TIER is calculated as the sum of margins plus long-term interest expense divided by long-term interest expense.

Chugach requests approval from the Commission to increase its target system TIER from 1.35 to 1.55 for use in establishing rates for electric service to its members. Chugach also requests approval to increase its target TIER for Generation and Transmission, and natural gas operations (Beluga River Unit) from 1.10 to 1.35, and to leave its Distribution TIER variable such that overall rates are set to achieve a system TIER of 1.55.

This notice does not address in detail all of the points contained in the filing and the Commission may approve or impose conditions that vary from those proposed. You may obtain more information about this filing by contacting Arthur Miller, Sr. Vice President, Regulatory and External Affairs Department 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 W. 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 Docket No. "U-19-003" in the *Find a Matter* search box.

To comment on this filing, please file your comments by 5:00 p.m., February 22, 2019, at the Commission address given above or via our website at:

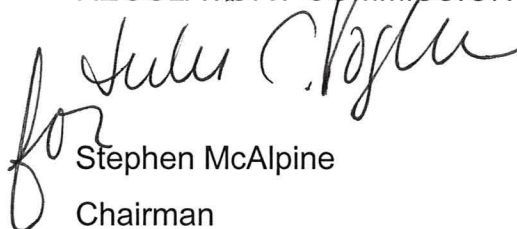
<http://rca.alaska.gov/RCAWeb/WhatsNew/PublicNoticesComments.aspx>

Please reference Docket No. U-19-003 and include a statement that you have filed a copy of the comments with Chugach at the contact provided above or at info@chugachelectric.com.

Individuals or groups of people with disabilities, who require special accommodations, auxiliary aids or service, or alternative communication formats, should contact Valerie Fletcher-Mitchell at (907) 276-6222, toll-free at 1-800-390-2782, TTY/Alaska Relay: 7-1-1 or (800) 770-8973 or send a request via electronic mail to rca.mail@alaska.gov by February 15, 2019.

DATED at Anchorage, Alaska this 18th day of January, 2019.

REGULATORY COMMISSION OF ALASKA


for Stephen McAlpine
Chairman