

1 STATE OF ALASKA

2 THE REGULATORY COMMISSION OF ALASKA

3 Before Commissioners:

G. Nanette Thompson, Chair  
Bernie Smith  
Patricia M. DeMarco  
Will Abbott  
James S. Strandberg

4  
5  
6 In the Matter of the Revenue Requirement,  
7 Cost-of-Service, and Equity Management Plan  
8 Studies and Request for Rate Relief Designated  
9 as TA260-121, and Tariff Revision Filings  
10 Designated as TA240-121, TA243-121, and  
11 TA245-121, Filed by the MUNICIPALITY OF  
12 ANCHORAGE d/b/a MUNICIPAL LIGHT &  
13 POWER DEPARTMENT

U-99-139

ORDER NO. 17

14 ORDER ACCEPTING STIPULATION, APPROVING RATE  
15 INCREASE ON PERMANENT BASIS, GRANTING MOTION,  
16 AND AFFIRMING ELECTRONIC RULINGS

17 BY THE COMMISSION:

18 Summary

19 We accept the stipulation filed by ML&P<sup>1</sup> and the PAS<sup>2</sup> on  
20 January 6, 2003, subject to the condition that, for the purpose of establishing rates in  
21 the future, no issue should be considered to have been finally determined or  
22 adjudicated by virtue of acceptance of the stipulation. We approve the 4.035 percent  
23 across-the-board rate increase submitted in TA260-121 on a permanent basis, effective  
24 the date of this order. We grant the motion submitted by the PAS to file an inadvertently  
25 omitted schedule, and we affirm electronic rulings set out below.

26 <sup>1</sup>The Municipality of Anchorage d/b/a Municipal Light & Power Department  
27 (ML&P).

28 <sup>2</sup>The Public Advocacy Section (PAS).

1 STATE OF ALASKA

2 THE REGULATORY COMMISSION OF ALASKA

3 Before Commissioners:

G. Nanette Thompson, Chair  
Bernie Smith  
Patricia M. DeMarco  
Will Abbott  
James S. Strandberg

7 In the Matter of the Revenue Requirement,  
Cost-of-Service, and Equity Management Plan  
8 Studies and Request for Rate Relief Designated  
as TA260-121, and Tariff Revision Filings  
9 Designated as TA240-121, TA243-121, and  
10 TA245-121, Filed by the MUNICIPALITY OF  
ANCHORAGE d/b/a MUNICIPAL LIGHT &  
11 POWER DEPARTMENT

U-99-139

03 JAN - 6 AM 10:25

R.C.A.  
Production

12 STIPULATION RESOLVING DISPUTED ISSUES

13 I. Introduction.

14 This stipulation is by and between the Municipality of Anchorage d/b/a Municipal  
15 Light and Power ("ML&P") and the Public Advocacy Section ("PAS"). The other named parties  
16 to this case are Chugach Electric Association, Inc. ("Chugach") and the United States Executive  
17 Agencies ("USEA"). Neither Chugach nor USEA have submitted prefiled testimony, a  
18 statement of issues, or a witness list in this case. A copy of this stipulation and prior versions of  
19 it have been served on Chugach and USEA in the manner indicated in the certificate of service  
20 enclosed with this stipulation.

21 This stipulation is submitted for acceptance and approval by the Commission  
22 pursuant to 3 AAC 48.166. By this stipulation, ML&P and the PAS propose to resolve and  
23 dispose of all issues in this proceeding. If this stipulation is accepted by the Commission, the  
24 public hearing scheduled to begin on January 6, 2003, can be vacated.

DOCKET U-98-139 STIPULATION  
SUMMARY OF NET EFFECTS ON REVENUE REQUIREMENT AND REVENUE DEFICIENCY

1					
2					
3					
4					
5					
6					
7					
8					
9					
10					
11					
12					
13					
14					
15					
16					
17					
18					
19					
20					
21					
22					
23					
24					
25					
26					
27					
28					
29					
30					
31					

CALCULATION OF COST OF CAPITAL:

AS FILED BY ML&P

Capital Component	Hypothetical Structure	Cost	Weighted Cost
Debt	65%	6.5%	4.20%
Equity	35%	12.0%	4.20%
<b>TOTAL WEIGHTED COST OF CAPITAL</b>			<b>8.40%</b>

44					
45					
46					
47					
48					
49					
50					
51					
52					

