

Regulated Public Utility Accounting

MLP25499 (printed from native
format)

Date: 11/21/17 Exh # H-11
Regulatory Commission of Alaska
U-16-094 By: CPI U-17-008
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Rate Shock

- **Rate Shock occurs when the electric service costs increase significantly and the increases are passed on to customers through higher rates.**
- **Most common cause is the installation of significant new generation, transmission and distribution infrastructure.**
- **ML&P customers experienced this with Southcentral Power Plant (permanent rate of 31.52%).**