

August 11, 2017

Regulatory Commission of Alaska
701 W. 8th Avenue, Suite 300
Anchorage, AK 99501

Subject: Tariff Advice No. 442-8: Extension of March 31, 2016 Gas Dispatch Agreement

Commissioners:

The tariff filing described below is hereby transmitted to you for filing in compliance with the Alaska Public Utilities Regulatory Act and Sections 3 AAC 48.200 - 3 AAC 48.420 of the Alaska Administrative Code. With this filing, Chugach Electric Association, Inc. (Chugach) submits the attached Second Amendment to the Gas Dispatch Agreement (Dispatch Agreement) for natural gas dispatch services provided by Chugach to Matanuska Electric Association, Inc. (MEA). The Second Amendment extends the effective period of the Dispatch Agreement for an additional 12-month period, or from March 31, 2018 to March 31, 2019. Chugach submits its updated list of Special Contracts contained on Tariff Sheet No. 73 for approval by the Regulatory Commission of Alaska (Commission) to reflect the extension of the Dispatch Agreement.

TARIFF SHEET NUMBER
ORIGINAL REVISED

73 – 13th Revision

CANCELS SHEET NUMBER
ORIGINAL REVISED

73 – 12th Revision

SCHEDULE OR
RULE NUMBER

Special Contracts

Approximately 67,000 retail members (79,000 retail metered locations) and Seward Electric System are impacted by this filing. This filing will not result in the termination of an existing service, conflict with any other schedule or rate, or in any other way have an adverse impact to customers or the public. The annual revenue from the Agreement remains at \$210,000.

Contract for Natural Gas Dispatch Service

In March of 2016, Chugach and MEA entered into the Dispatch Agreement that allows for Chugach to provide natural gas dispatch services to MEA. This Agreement was originally submitted to the Commission under Tariff Advice No. 421-8 on April 18, 2016, and approved in Letter Order L1600273. Subsequent to the Commission's approval, Chugach and MEA agreed to an extension of the agreement, to March 31, 2018, which was reviewed in Tariff Advice No. 427-8 and approved by the Commission on September 22, 2016 in Letter Order 1600461. The Second Amendment submitted herein extends the term of the Dispatch Agreement through March 31, 2019. All other terms and conditions of the existing Dispatch Agreement remain in effect, except that either party may terminate this agreement with 60 days written notice if the Anchorage Power Pool is prepared to assume gas dispatch duties for pool participants.

Tariff Sheets

Chugach submits and requests approval of revised Tariff Sheet No. 73 to reflect the extension of the Dispatch Agreement in its list of special contracts. Chugach is requesting approval effective 45 days from the date of this filing.

Please feel free to contact me at 762-4758 if additional information is needed.

Sincerely,

CHUGACH ELECTRIC ASSOCIATION, INC.



Arthur W. Miller
Executive Manager, Regulatory and External Affairs

P.O. Box 196300
Anchorage, Alaska 99519-6300
Telephone: 907-762-4758
Facsimile: 907-762-4191
Arthur_miller@chugachelectric.com

Attachments

cc: John Foutz, City of Seward
David Pease, Matanuska Electric Association, Inc.

APUC No.:	<u>8</u>	<u>13th Revision</u>	Sheet No.	<u>73</u>
		Cancelling		
		<u>12th Revision</u>	Sheet No.	<u>73</u>

Chugach Electric Association, Inc.

SCHEDULE OF SPECIAL CONTRACTS

The following is a listing pursuant to 3 AAC 48.370(26) of all special contracts to which Chugach is a party:

1. Agreement for the Sale and Purchase of Electric Power and Energy between Chugach Electric Association, Inc., and the City of Seward, effective May 31, 2006 through December 31, 2011; extended through December 31, 2021, with amendments one and two.
2. Isolated Operating Agreement for Government-Owned Emergency Generation Facilities between Chugach Electric Association, Inc., and the Anchorage School District, effective September 1, 2006 through December 31, 2017.
3. Gas Dispatch Agreement between Chugach Electric Association, Inc. and Matanuska Electric Association Inc. effective April 1, 2016 through March 31, 2019.

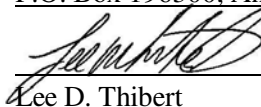
C

Tariff Advice No.: 442-8

Effective: September 25, 2017

Issued by: Chugach Electric Association, Inc.
P.O. Box 196300, Anchorage, Alaska 99519-6300

By:



Lee D. Thibert

Title: Chief Executive Officer

SECOND AMENDMENT TO GAS DISPATCH AGREEMENT

This SECOND AMENDMENT TO GAS DISPATCH AGREEMENT ("Second Amendment") is entered into between Chugach Electric Association, Inc. (Chugach) and Matanuska Electric Association, Inc. (MEA) to extend the term of the Gas Dispatch Agreement under Section 4.2 of the Agreement through March 31, 2019. All other terms and conditions of the existing Gas Dispatch Agreement remain in effect, except that either party may terminate this agreement with 60 days written notice if the Anchorage Power Pool is prepared to assume gas dispatch duties for pool participants.

IN WITNESS WHEREOF, the Parties have executed this Second Amendment effective as of the date set forth in the preamble.

**MATANUSKA ELECTRIC
ASSOCIATION, INC.**


Signature: 

Name: Anthony M. Izzo

Title: General Manager

Date: 7/20/17

**CHUGACH ELECTRIC
ASSOCIATION, INC.**

Signature: 

Name: LEE D. THIBERT

Title: CEO

Date: 7/25/17