

## Michelle Webb

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**From:** Stephanie Scott  
**Sent:** Friday, February 07, 2014 11:08 AM  
**To:** Michelle Webb  
**Subject:** Fwd: APT Rate Increase

Might want to include this email from Skagway. We now have documentation that Craig and Skagway are going to file to intervene.

S

Stephanie Scott  
Mayor, Haines Borough  
907-766-2231 ext.30

Begin forwarded message:

**From:** Mark Schaefer <[mpschaefer@skagway.org](mailto:mpschaefer@skagway.org)>  
**Date:** February 7, 2014, 10:29:53 AM AKST  
**To:** Stephanie Scott <[sscott@haines.ak.us](mailto:sscott@haines.ak.us)>  
**Subject: RE: APT Rate Increase**

Stephanie, we did indeed vote to intervene, but on our own petition because although we share power we do have both common and separate matters of fact. I agree with you though, that we will have an opportunity to collaborate to help each other to oppose this for our community's sake. It will be interesting to hear what others are going to do as well. Let's keep moving forward. MS

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**From:** Stephanie Scott [<mailto:sscott@haines.ak.us>]  
**Sent:** Friday, February 07, 2014 9:30 AM  
**To:** Mark Schaefer; Emily Deach  
**Subject:** Fwd: APT Rate Increase

Hi Mark, Emily,

I received a our draft petition and accompanying rationale this morning. I will review and send you what I can. Our attorney, Patrick Munson, says that it is fine to file separate petitions, but that collaboration after that can save us all \$. I'm for saving money!

S

Stephanie Scott  
Mayor, Haines Borough  
907-766-2231 ext.30

Begin forwarded message:

**From:** Jon Bolling <[jbolling@aptalaska.net](mailto:jbolling@aptalaska.net)>  
**Date:** February 7, 2014, 9:20:39 AM AKST

**To:** 'Stephanie Scott' <[sscott@haines.ak.us](mailto:sscott@haines.ak.us)>  
**Cc:** <[tlovas@acsalaska.net](mailto:tlovas@acsalaska.net)>, 'Bob Blasco' <[rpblasco@hoffmanblasco.com](mailto:rpblasco@hoffmanblasco.com)>  
**Subject: RE: APT Rate Increase**

Hello Mayor.

At its regular meeting last night the Craig City Council directed staff to prepare a petition to intervene in the AP&T rate increase request pending before the RCA. We will have something ready before Wednesday's filing deadline. Is Haines' plan still to move ahead with a petition?

Jon

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**From:** Stephanie Scott [<mailto:sscott@haines.ak.us>]  
**Sent:** Thursday, January 30, 2014 9:17 AM  
**To:** Jon Bolling  
**Cc:** [tlovas@acsalaska.net](mailto:tlovas@acsalaska.net)  
**Subject:** Re: APT Rate Increase

Thanks Jon. I will let you know the outcome of Mr. Lovas' examination when I learn it myself tomorrow afternoon. Our position is that if our dim view is based on elements that may influence the RCA to reduce the rate increase request even a little, then it is in our own best interests to proceed with filing a petition to intervene.

One of the things we need to do with respect to the argument that the pro forma adjustment to the test case year (2012) is flawed, is to state "known and measurable" development in the area that APT seems to have overlooked. If you have development that will positively come on line soon, or within a set time frame, that should be reported.

I know that Tom Lovas is very curious about the Coffman Cove case. APT claims that its loss of revenue after interconnecting with hydro needs to be recovered. Presumably there were advantages to APT to establishing the interconnection; reduction in cost of maintenance perhaps? Reduction in duplication of back up diesel generation?

There is also the fact that this request is based on a revenue analysis. APT has not filed a cost analysis for either the 2009 rate increase or this rate increase. We might not like the outcome of a cost analysis, but perhaps the communities served deserve to know what APT finds it actually costs to deliver power. I think we do.

S

Stephanie Scott  
Mayor, Haines Borough  
907-766-2231 ext.30

On Jan 30, 2014, at 8:48 AM, "Jon Bolling" <[jbolling@aptalaska.net](mailto:jbolling@aptalaska.net)> wrote:

Hello Mayor.

The Craig city council will consider this matter at its council meeting a week from today. I prepared a summary memo for the Craig city council on this that I will ask our staff to forward to you, although the work your attorney does will likely be more thorough, and more Haines specific, than what I prepared for the Craig city council. I am not sure what course of action the council will take. They have typically taken a dim view of the legitimacy of AP&T rate increase requests, but Craig has never before filed a petition to intervene.

I am out of town until next Wednesday but I will be checking e-mail while I am away, or you can call me on my cell at 907-401-0393.

Jon

On 2014-01-29 19:11, Stephanie Scott wrote:

Dear Jon,

The Haines Borough has contracted with Tom Lovas, through our law firm Boyd, Chandler & Falconer, to determine if there is a probability that filing a petition to intervene in the APT rate increase request before the RCA will have an impact on the rate increase. He is reporting to me on Friday; if he finds in favor of filing, the Assembly has authorized our attorney to prepare the petition for the Assembly to review on Feb. 11. If you'd like, I will let you know Mr. Lovas' opinion.

I am hoping you can tell me if the City of Craig has developed a course of action with respect to the rate increase request.

Thank you.

Stephanie

Stephanie Scott  
Mayor, Haines Borough  
907-766-2231 ext.30