

**Public Announcement  
Rate Increase  
Municipal Light & Power  
March 1, 2010, 4:00pm – 7:00pm  
Dena'Ina Civic & Convention Center  
K'enakatnu Executive Board Room  
Contact number: 263-5377**

ML&P has just finished preparing a revenue requirement and cost of service study based on a 2008 test year. The studies were performed in accordance with the regulations and practices prescribed by the Regulatory Commission of Alaska (RCA) and Alaska Statutes. The results of the studies indicate a revenue deficiency of \$6,283,657. Since this needed adjustment would not be applied to the customer charge component of rates but to the demand and energy components only, the adjustment needed to demand and energy charges must be 7.12% in order to recover the indicated revenue deficiency. The proposed rate increase of 7.12% is necessary to maintain the current level of service while providing for the financial viability of the Utility. ML&P's last base rate changes occurred in August 2002 and October 2003. RCA approval will be required for this rate increase.