

STATE OF ALASKA

DEPARTMENT OF COMMERCE
COMMUNITY AND ECONOMIC DEVELOPMENT
REGULATORY COMMISSION OF ALASKA

FRANK H. MURKOWSKI, GOVERNOR

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December 27, 2005

DEC 28 2005

HARTIG RHODES HOGE & LEKISCH

In reply refer to: Tariff Section
File: TL37-307
LO #: L0500720

John M. Christal
Vice President and Controller
Kuparuk Transportation Company
700 G Street, ATO-920
Anchorage, Alaska 99501

Dear Mr. Christal:

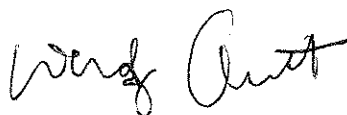
On December 23, 2005, the Commission approved, subject to protest from an economically impacted party, Kuparuk Transportation Company's proposed tariff rate revision filed on December 1, 2005 as TL37-307, with an effective date of January 1, 2006. The Commission waived the filing requirements of 3 AAC 48-275(a) with respect to this filing for good cause shown.

Enclosed is a validated copy of the Fifth Revised Tariff Sheet No. 5 filed by Kuparuk Transportation Company (KTC) on December 13, 2005, with TL37-307. The effective date of tariff sheet is January 1, 2006.

BY DIRECTION OF THE COMMISSION

Sincerely,

REGULATORY COMMISSION OF ALASKA



Wendy Arnett
Acting Chief, Tariff Section

Enclosure

cc: Andrew E. Hoge
Hartig Rhodes Hoge & Lekisch
717 K Street
Anchorage, Alaska 99501



RCA No. 307 5th Rev. Sheet No. 5
Cancelling Sheet No. 5
4th Revision

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 DEC 13 2005
 State of Alaska
 Regulatory Commission of Alaska

Kuparuk Transportation Company

SECTION 3
 RATES

ITEM	FROM	TO	PREVIOUS RATE	PROPOSED RATE	
3.1	Kuparuk River Unit	Pump Station 1 Trans Alaska Pipeline System	\$0.200	\$0.198	R
3.3	Milne Point Pipeline Connection	Pump Station 1 Trans Alaska Pipeline System	\$0.144	\$0.142	R

Tariff Advice No. 37 Effective January 1, 2006

Issued By: Kuparuk Transportation Company

By: John M. Christal Title: Vice President of Kuparuk Pipeline Company, Managing Partner of Kuparuk Transportation Co.
 John M. Christal

HARTIG RHODES HOGE & LEKISCH, P.C.

ROBERT L. HARTIG (1928-1980)
JAMES D. RHODES (RETIRED)
G. KENT EDWARDS (RETIRED)

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December 13, 2005

Regulatory Commission of Alaska
701 W. 8th Ave., Ste. 300
Anchorage, AK 99501

Re: Kuparuk Transportation Company (KTC)
Supplemental Tariff Advice Letter No. 37-307

Dear Commissioners:

Representatives of Kuparuk Transportation Company (KTC) met with Regulatory Commission (Commission) staff on December 13, 2005 to discuss KTC's December 1, 2005 filing. It was agreed at that meeting that KTC would file a supplemental tariff letter revising the rate as requested by Commission staff. It was determined there was a small error in the computation of the inflation adjustment which caused a .001 additional reduction in rates for the Kuparuk River Unit and Milne Point Connection. Transmitted is a replacement 5th Revision of the 4th Revision of Sheet No. 5 for Kuparuk Transportation Company which amends the Rate Schedule for Kuparuk Transportation Company in its Tariff 307.

The Kuparuk Transportation Company (KTC) by Kuparuk Pipeline Company, KTC's Managing Partner, submits this Advice Letter and does hereby respectfully petitions the Regulatory Commission of Alaska (Commission) that KTC be permitted, under AS 42.06.390 and 3 AAC 48.300(a)(c) of the Pipeline Act, as amended, and the regulations thereunder respectively, to put in force and effect the following change to rates to become effective on January 1, 2006, the same day as the effective date of the similar filing thereof with the Federal Energy Regulatory Commission (FERC). A similar corrective filing will be made with the FERC.

The replacement 5th Revised Sheet No. 5 contains tariff rates to become effective January 1, 2006, as a result of the terms of the Settlement Agreement, dated April 27, 1992, between Kuparuk Transportation Company and the State of Alaska and approved by this Commission's predecessor in Order P-85-2(20). Section I-3(c) of the Settlement Agreement calls for the tariff to be adjusted for inflation every three years if certain parameters are met. The inflation adjustment calculation in accordance with the Settlement Agreement is enclosed. This year, as a result of the inflation adjustment which requires a \$.002 reduction in rates for Kuparuk River Unit to Pump Station

1 and a \$.002 reduction for the Milne Point Connection to Pump Station 1, the following new intrastate tariffs are being filed:

ITEM	FROM	TO	PREVIOUS RATE	PROPOSED RATE
3.1	Kuparuk River Unit	Pump Station 1, Trans Alaska Pipeline System	\$0.200	\$0.198
3.2	Milne Point Pipeline Connection	Pump Station 1 Trans Alaska Pipeline System	\$0.144	\$0.142

KTC requests that the Regulatory Commission of Alaska (Commission) waive the applicable statutory filing period under AS 42.06.390 and 3 AAC 48.300(a)(c) for good cause shown and permit this filing to become effective on shortened time if necessary. KTC requests waiver of the filing requirements contained in 3 AAC 48.805(a) so as to facilitate the implementation of the change on the same day as its F.E.R.C. tariff is to take effect.

KTC shippers as well as state agencies are being notified of this filing.

A copy of the Tariff will be available for public inspection at the offices of KTC at 700 G Street, Rm. 919, Anchorage, AK 99501, Attn. Bernard Washington at phone number 263-3703.

If the Commission staff or the Commission has any questions regarding this letter, they should contact the undersigned or Mr. Washington.

Very truly yours,

HARTIG RHODES HOGE AND LEKISCH


Andrew E. Hoge

AEH:mpt
Enclosures
cc: Kuparuk Transportation Company

RCA No. 307 Supplemental 5th Rev.

Sheet No. 5

Cancelling

4th Revision

Sheet No. 5

Kuparuk Transportation Company

SECTION 3

RATES

ITEM	FROM	TO	PREVIOUS RATE	PROPOSED RATE	
3.1	Kuparuk River Unit	Pump Station 1 Trans Alaska Pipeline System	\$0.200	\$0.198	R
3.3	Milne Point Pipeline Connection	Pump Station 1 Trans Alaska Pipeline System	\$0.144	\$0.142	R

Tariff Advice No. 37

Effective January 1, 2006

Issued By: Kuparuk Transportation Company

By: John M. Christal Title: Vice President of Kuparuk Pipeline Company, Managing Partner of Kuparuk Transportation Co.
John M. Christal