Residential Demand Super Off-Peak Time-of-Use Electric Vehicle

AVAILABILITY
Available throughout the Company’s entire electric service area where the facilities of the Company are of adequate capacity and are adjacent to the premises.

APPLICABILITY
To all single-phase and three-phase residential electric service (subject to availability at point of delivery) in individual private dwellings and individually metered apartments when all service is supplied at one point of delivery and energy is metered through one meter.

Separately metered buildings (such as garages and or wells) that are on the same lot as a residential area will be classified as non-residential and the appropriate general service rate will be applied.

Customers taking service under this rate plan must have a qualified highway approved Battery Electric Vehicle or Plug-in Hybrid Electric Vehicle as determined by the Company’s sole discretion and appropriate home charging equipment.

Not applicable to resale, breakdown, temporary, standby, auxiliary service, or service to electrical equipment that causes excessive voltage fluctuations.

Customers may switch between applicable rate tariffs once in a rolling twelve month period.

Service under this rate will commence when the appropriate meter has been installed.

CHARACTER OF SERVICE
The service shall be single-phase or three-phase, 60 Hertz, and at one standard nominal voltage as mutually agreed and subject to availability at point of delivery.

RATE
A monthly bill at the following rate plus any adjustments incorporated herein:

BUNDLED STANDARD OFFER SERVICE - SUMMARY OF BASIC SERVICE, DEMAND, AND ENERGY CHARGES:

Single-Phase Basic Service Charge (per month): $10.00
Three-Phase Basic Service Charge (per month): $15.00

Demand Charges (per kW):
0 - 7 $10.18
Over 7 $14.79
Energy Charges (per kWh): $0.039107

Energy Charge is a bundled charge that includes: Local Delivery-Energy (Local Delivery and/or Distribution exclusive of Transmission/Ancillaries), Generation Capacity, Fixed Must-Run, Transmission and Ancillary Services.

<table>
<thead>
<tr>
<th>Power Supply Charge (per kWh)</th>
<th>Summer (May – September)</th>
<th>Winter (October – April)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Base Power Supply On-Peak</td>
<td>$0.059449</td>
<td>$0.029083</td>
</tr>
<tr>
<td>Base Power Supply Off-Peak</td>
<td>$0.023516</td>
<td>$0.022908</td>
</tr>
<tr>
<td>Base Power Supply Super Off-Peak</td>
<td>$0.014586</td>
<td>$0.013977</td>
</tr>
</tbody>
</table>

The Power Supply Charge is the sum of the Base Power Supply Charge and the Purchased Power and Fuel Adjustment Clause (PPFAC), a per kWh adjustment in accordance with Rider-1-PPFAC. PPFAC reflects increases or decreases in the cost to the Company for energy either generated or purchased above or below the base cost per kWh sold.

**BILLING DEMAND**

The monthly billing demand shall be the maximum 1-hour measured demand in the on-peak hours during the billing period.

**TIME-OF-USE TIME PERIODS**

The Summer On-Peak period is 3:00 p.m. to 7:00 p.m., Monday through Friday (excluding Memorial Day, Independence Day, and Labor Day).

The Winter On-Peak periods are 6:00 a.m. to 9:00 a.m. and 6:00 p.m. to 9:00 p.m., Monday through Friday (excluding Thanksgiving Day, Christmas Day, and New Year's Day).

The Super Off-Peak periods are 10:00 p.m. to 5:00 a.m. daily, Monday through Sunday.

All other hours are Off-Peak. If a holiday falls on Saturday, the preceding Friday is designated Off-Peak and Super Off-Peak; if a holiday falls on Sunday, the following Monday is designated Off-Peak and Super Off-Peak.

**MONTHLY LIFELINE DISCOUNT:**

For current and new eligible Lifeline customers taking service hereunder, the monthly bill shall be in accordance to the rate above except that a discount of $18.00 per month shall be applied. For all customers, no Lifeline discount will be applied that will reduce the bill to less than zero.

**LIFELINE ELIGIBILITY**

1. The TEP account must be in the Customer's name applying for a Lifeline discount.
2. Applicant must be a TEP residential customer residing at the premise.
3. Applicant must have a combined household income at or below 200% of the federal poverty level. See Income Guidelines Chart on TEP’s website at www.tep.com or contact a TEP customer care representative.
DIRECT ACCESS
A Customer’s Direct Access bill will include all unbundled components except those services provided by a qualified third party. Those services may include Metering (Installation, Maintenance and/or Equipment), Meter Reading, Billing and Collection, Transmission and Generation. If any of these services are not available from a third party supplier and must be obtained from the Company, the rates for Unbundled Components set forth in this tariff will be applied to the customer’s bill.

FOR DIRECT ACCESS: ARIZONA INDEPENDENT SCHEDULING ADMINISTRATOR (AZISA) CHARGE
A charge per kWh shall, subject to FERC authorization, be applied for costs associated with the implementation of the AZISA in Arizona.

TEP STATEMENT OF CHARGES
For all additional charges and assessments approved by the Arizona Corporation Commission see the TEP Statement of Charges which is available on TEP’s website at www.tep.com.

TAX CLAUSE
To the charges computed under the above rate, including any adjustments, shall be added the applicable proportionate part of any taxes or governmental impositions which are or may in the future be assessed on the basis of gross revenues of the Company and/or the price or revenue from the electric energy or service sold and/or the volume of energy generated or purchased for sale and/or sold hereunder.

RULES AND REGULATIONS
The standard Rules and Regulations of the Company as on file with the Arizona Corporation Commission shall apply where not inconsistent with this rate.

ADDITIONAL NOTES
Additional charges may be directly assigned to a customer based on the type of facilities (e.g., metering) dedicated to the customer or pursuant to the customer’s contract, if applicable. Additional or alternate Direct Access charges may be assessed pursuant to any Direct Access fee schedule authorized.
BUNDLED STANDARD OFFER SERVICE CONSISTS OF THE FOLLOWING UNBUNDLED COMPONENTS:

Single-Phase Basic Service Charge (per month):
- Meter Services: $1.05
- Meter Reading: $0.09
- Billing & Collection: $2.63
- Customer Delivery: $6.23
- Total: $10.00

Three-Phase Basic Service Charge (per month):
- Meter Services: $6.05
- Meter Reading: $0.09
- Billing & Collection: $2.63
- Customer Delivery: $6.23
- Total: $15.00

Demand Charge (per kW):
- Distribution Delivery 0 - 7: $2.18
- Distribution Delivery Over 7: $2.79
- Generation Capacity 0-7: $8.00
- Generation Capacity Over 7: $12.00
- Transmission: $0.00
- System Control & Dispatch: $0.00
- Reactive Supply & Voltage Control: $0.00
- Regulation & Frequency Response: $0.00
- Spinning Reserve Service: $0.00
- Supplemental Reserve Service: $0.00

Energy Charge (per kWh):
- Distribution Delivery: $0.006886
- Generation Capacity: $0.009552
- Fixed Must-Run: $0.009078
- Transmission: $0.010603
- System Control & Dispatch: $0.000144
- Reactive Supply & Voltage Control: $0.000566
- Regulation & Frequency Response: $0.000548
- Spinning Reserve Service: $0.001487
- Supplemental Reserve Service: $0.000243

Energy Imbalance Service: Currently charged pursuant to the Company’s OATT
Power Supply Charges (per kWh):

Base Power Supply Summer (May – September) On-Peak $0.059449
Base Power Supply Summer (May – September) Off-Peak $0.023516
Base Power Supply Summer (May – September) Super Off-Peak $0.014586
Base Power Supply Winter (October – April) On-Peak $0.029083
Base Power Supply Winter (October – April) Off-Peak $0.022908
Base Power Supply Winter (October – April) Super Off-Peak $0.013977

PPFAC

In accordance with Rider 1