

# **PUBLIC NOTICE OF HEARING ON THE RATE APPLICATION OF** **TUCSON ELECTRIC POWER COMPANY** **Docket No. E-01933A-15-0322**

## **Summary**

On November 5, 2015, Tucson Electric Power Company ("TEP" or "Company") filed an application with the Arizona Corporation Commission ("Commission") for an increase in annual non-fuel retail revenues of \$109.5 million, or approximately 12 percent over adjusted test year retail revenues. TEP is also seeking approval of: (1) critical and substantial modifications to its rate design and net metering tariff; (2) modifications to its Purchased Power and Fuel Adjustment Clause mechanism ("PPFAC"); its Environmental Compliance Adjustor ("ECA") and Lost Fixed Cost Recovery mechanism ("LFCR"); (3) updated depreciation rates; (4) modifications to its Tariffs and Rules and Regulations; and (5) other related matters.

Under the rates as proposed by the Company, an average residential customer using 1,150 kWh in summer and 785 kWh in winter would see a monthly increase of \$11.91, from \$105.57 to \$117.48. A customer's bill depends on monthly energy consumption. A customer using less or more than the average would experience a smaller or larger increase.

If you have any questions concerning how the Company's rate proposal will affect your bill or other substantive questions about this application, you may contact the Company at: Tucson Electric Power Company, 88 E. Broadway Blvd. HQE 808, Tucson, Arizona 85701, or by phone (520) 884-3742, or e-mail [corpcomm@tep.com](mailto:corpcomm@tep.com).

The Commission's Utilities Division Staff is in the process of reviewing and analyzing the application and has not yet made recommendations regarding TEP's request. The Commission will determine the appropriate rate relief to be granted based on the evidence of record in this proceeding. **THE COMMISSION IS NOT BOUND BY THE PROPOSALS MADE BY TEP, STAFF, OR ANY INTERVENORS AND, THEREFORE, THE FINAL RATES APPROVED IN THIS DOCKET MAY BE LOWER OR HIGHER THAN THE RATES DESCRIBED ABOVE.**

## **How You Can View or Obtain a Copy of the Rate Proposal**

Copies of the application and proposed tariffs are available from TEP on the Internet via TEP's website ([www.tep.com](http://www.tep.com)) and at the following locations: Joel D. Valdez Main Library, 101 N. Stone Avenue, Tucson, AZ, the Commission's Docket Control Center at 1200 West Washington, Phoenix, Arizona and at its Tucson office, 400 West Congress, Suite 218, Tucson, Arizona, and on the Internet via the Commission's website ([www.azcc.gov](http://www.azcc.gov)) using the e-Docket function.

## **Public Hearing Information**

The Commission will hold a **hearing** on this matter beginning **August 31, 2016, at 10:00 a.m.**, at the Commission's offices, Room 222, 400 West Congress, Tucson, Arizona, 85701.

Public comments will be taken at the beginning of the hearing. Written public comments may be submitted by mailing a letter referencing Docket No. E-01933A-15-0322 to Arizona Corporation Commission, Consumer Services Section, 1200 West Washington, Phoenix, AZ 85007, or by email. For a form to use and instructions on how to e-mail

comments to the Commission, go to <http://www.azcc.gov/divisions/utilities/forms/PublicCommentForm.pdf>. If you require assistance, you may contact the Consumer Services Section at 1-800-222-7000 or (520) 628-6550.

**If you do not intervene in this proceeding, you will not receive further notice of the proceedings in this docket. However, all the documents filed in this docket are available online** (usually within 24 hours after docketing) at the Commission's website [www.azcc.gov](http://www.azcc.gov) using the e-Docket function, located at the bottom of the website homepage. RSS feeds are also available through e-Docket.

## **About Intervention**

The law provides for an open public hearing at which, under appropriate circumstances, interested parties may intervene. Any person or entity entitled by law to intervene and having a direct and substantial interest in the matter will be permitted to intervene. If you wish to intervene, you must file an original and 13 copies of a written motion to intervene with the Commission no later than **April 29, 2016**, and send a copy of the motion to TEP or its counsel and to all parties of record. Your motion must contain the following:

1. Your name, address, and telephone number and the name, address and telephone number of any party upon whom service of documents is to be made, if not yourself.
2. A short statement of your interest in the proceeding (e.g., a customer of the Company, etc.).
3. A statement certifying that you have mailed a copy of the motion to intervene to the Company or its counsel and to all parties of record in the case.

The granting of motions to intervene shall be governed by A.A.C. R14-3-105, except that all motions to intervene must be filed on or before April 29, 2016. If representation by counsel is required by Rule 31 of the Rules of the Arizona Supreme Court, intervention will be conditioned upon the intervenor obtaining counsel to represent the intervenor. For information about requesting intervention, visit the Commission's website at <http://www.azcc.gov/divisions/utilities/forms/interven.pdf>. The granting of intervention, among other things, entitles a party to present sworn evidence at the hearing and to cross-examine other witnesses. However, failure to intervene will not preclude any interested person or entity from appearing at the hearing and providing public comment on the application or from filing written comments in the record of the case.

## **ADA/Equal Access Information**

The Commission does not discriminate on the basis of disability in admission to its public meetings. Persons with a disability may request a reasonable accommodation such as a sign language interpreter, as well as request this document in an alternative format, by contacting the ADA Coordinator Shaylin Bernal, E-mail [SABernal@azcc.gov](mailto:SABernal@azcc.gov), voice phone number (602) 542-3931. Requests should be made as early as possible to allow time to arrange the accommodation.



Tucson Electric Power