

PUBLIC NOTICE OF HEARING ON TUCSON ELECTRIC POWER COMPANY'S APPLICATION FOR THE ESTABLISHMENT OF JUST AND REASONABLE RATES AND CHARGES DESIGNED TO REALIZE A REASONABLE RATE OF RETURN ON THE FAIR VALUE OF THE PROPERTIES OF TUCSON ELECTRIC POWER COMPANY DEVOTED TO ITS OPERATIONS THROUGHOUT THE STATE OF ARIZONA AND FOR RELATED APPROVALS.
(DOCKET NO. E-01933A-19-0028)

Summary

On April 1, 2019, 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 \$114.9 million and a decrease in base fuel revenues of \$38.9 million, which results in an overall increase in retail revenues of \$76.0 million, or approximately 7.8% percent over adjusted test year retail revenues. TEP is also seeking approval of: (1) a Tax Expense Adjustor mechanism; (2) a Transmission Cost Adjustor mechanism; (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 1,076 kWh in summer and 615 kWh in winter would see a monthly bill increase of \$7.61, from \$100.52 to \$108.13. **CUSTOMER'S BILL DEPENDS ON THE MONTHLY ENERGY CONSUMPTION. CUSTOMERS 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 email 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 OF TEP, STAFF, OR ANY INTERVENORS. THE COMMISSION WILL DETERMINE THE APPROPRIATE RELIEF TO BE GRANTED IN RESPONSE TO TEP'S APPLICATION BASED ON THE EVIDENCE PRESENTED IN THIS MATTER. 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 Application

Copies of the Application and proposed tariffs are available from TEP on the Internet via TEP's website (www.tep.com) and at the following locations: Joel D. Valdez Main Library, 101 North Stone Avenue, Tucson, Arizona; at the Commission's Docket Control Center at 1200 West Washington Street, Phoenix, Arizona, and the Commission's office at 400 West Congress Street, Suite 218, Tucson, Arizona, during regular business hours; and on the Commission website (www.azcc.gov) using the e-Docket function.

Arizona Corporation Commission Public Hearing Information

The Commission will hold a hearing on this matter beginning **January 13, 2020, at 10:00 a.m.**, at the Commission's Tucson office, 400 West Congress, Room 222, Tucson, Arizona 85701. Public comments will be taken on the first day of the hearing.

Written public comments may be submitted by mailing a letter referencing **Docket No. E-01933A-19-0028** to Arizona Corporation Commission, Consumer Services Section, 1200 West Washington, Phoenix, AZ 85007, or by submitting comments on the Commission's website (www.azcc.gov) using "I Want To" and "Submit a Public Comment." If you require assistance, you may contact the Consumer Services Section at 602-542-4251 or 1-800-222-7000.

If you do not intervene in this proceeding, you will receive no further notice of the proceedings in this docket unless you sign up to Follow the Docket. However, all documents filed in this docket are available online (usually within 24 hours after docketing) at the Commission's website (www.azcc.gov) using the e-Docket function. **Information on how to Follow a Docket is available on the Commission's website using "I Want To" and "Follow a Docket."**

About Intervention

The law provides for an open public hearing at which, under appropriate circumstances, interested persons may intervene. An interested person may be granted intervention if the outcome of the case will directly and substantially impact the person, and the person's intervention will not unduly broaden the issues in the case. Intervention, among other things, entitles a party to present sworn evidence at hearing and to cross-examine other parties' witnesses. **Intervention is not required for you to appear at the hearing and provide public comment, to file written comments in the record of the case, or to receive emailed notice of each filing made in the case by following the docket.**

Information about what intervention means, including an explanation of the rights and responsibilities of an intervenor, is available on the Commission's website (www.azcc.gov) by clicking on "I Want To" and then clicking on "Intervene in a Case." The information includes a Sample Intervention Request and a Fillable Intervention Request Form.

To request intervention, you must file a written request to intervene, either (a) by a filing a hard copy request (meeting filing requirements) with Docket Control (Docket Control, 1200 West Washington, Phoenix, AZ

85007), or (b) by eFiling the request. Your request **must be filed or eFiled no later than August 21, 2019**. You also **must** serve a copy of the request to intervene on each party of record, on the same day that you file the request to intervene with the Commission.

Your request to intervene **must** contain the information below:

1. Your name, address, and telephone number;
2. The docket number for the case in which you are requesting to intervene;
3. A short statement explaining:
 - a. Your interest in the proceeding (e.g., a customer of the regulated company involved, a property owner in an area to be affected by the case, etc.),
 - b. How you will be directly and substantially affected by the outcome of the case, and
 - c. Why your intervention will not unduly broaden the issue in the case;
4. If a hearing has not been scheduled, whether and why you believe a hearing is needed;
5. A statement certifying that you have sent a copy of your request to intervene to the regulated company or its attorney and to all other parties of record in the case; and
6. If you are not represented by an attorney who is an active member of the Arizona State Bar, and you are not representing yourself as an individual, sufficient information and any appropriate documentation to demonstrate compliance with Arizona Supreme Court Rules 31, 38, 39, and 42, as applicable. This only applies if you are NOT representing yourself and you are not a licensed attorney.

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 August 21, 2019.

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, Kacie Cannon, E-mail KCannon@azcc.gov, voice phone number 602-542-3931. Requests should be made as early as possible to allow time to arrange the accommodation.