

ORIGINAL



Jessica Sandoval  
Regulatory Services  
4350 East Irvington Road  
Mailstop OH123  
PO Box 711, Tucson, Arizona 85702  
(520) 745-3190 Office  
(520) 571-4106 Fax  
jmusgrove@tucsonelectric.com

50



July 28, 2005

Docket Control  
Arizona Corporation Commission  
1200 W. Washington  
Phoenix, Arizona 85007

Docket Control:

Pursuant to Decision No. 67434, Docket No. E-04204A-04-0744, G-04204A-04-0744, "UNS shall file Semi-annual reports with the Commission, documenting CARES program participation levels, as well as program cost recoveries and expenditures related to the CARES program deferral account balance, on a monthly basis. Such reports shall be filed by January 30<sup>th</sup> and July 30<sup>th</sup> of each year, documenting the previous first six months' and second six months' activity for each calendar year, respectively.

Enclosed please find the original and thirteen copies of the Semi-Annual report for UNS Gas, Inc. and UNS Electric, Inc's CARES Discount Program. Also enclosed is an additional copy of each filing that the Company requests you date-stamp as received by the Commission and return in the pre-addressed stamped envelope for our files.

If you have any questions, please call me at 520-745-3190.

Sincerely,

Jessica Sandoval  
Regulatory Services

Enclosures

- Cc: Ernest Johnson, ACC
- Brian Bozzo, ACC
- Tom Campbell, Lewis & Roca
- Gary A. Smith, UNS Gas, Inc.
- Dennis Nelson, UNS Gas, Inc.
- Tom Ferry, UNS Electric, Inc.

AZ CORP COMMISSION  
DOCUMENT CONTROL

2005 JUL 29 P 4: 24

RECEIVED

UNSGas, Inc. CARES Discount Program - Summary of Total Program Expenses

January 2005 - June 2005

2005	Discount	Avg Discount	Participation	Administrative Expenses	Marketing Expenses
January	\$ 55,375.50	\$ 11.54	4,798	\$ 352.00	\$ 514.00
February	\$ 50,419.20	\$ 10.28	4,905	\$ 310.00	\$ 5,798.00
March	\$ 46,914.00	\$ 9.30	5,045	\$ 281.00	\$ -
April	\$ 41,201.70	\$ 8.00	5,161	\$ 172.00	\$ 5,103.00
May	\$ 18.15	\$ -	5,295	\$ 548.00	\$ -
June	\$ -	\$ -	-	\$ 787.00	\$ -
<b>TOTAL</b>	<b>\$ 193,928.55</b>	<b>\$ 7.70</b>	<b>25,204</b>	<b>\$ 2,450.00</b>	<b>\$ 11,415.00</b>

Total Discount and Expenses Jan 05 - June 05	Avg. Monthly Customer Participation Jan 05 - June 05	Avg. Discount Jan 05 - June 05
\$ 207,793.55	5,041	\$ 7.70

Notes:

1) Basic Cost of Service Rate: first 100 therms or less per month will be discounted by \$0.1500 per therm for the billing months November through April

UNS Electric, Inc. CARES Discount Program - Summary of Total Program Expenses

January 2005 - June 2005

2005	Discount	Avg. Discount	Customer Participation	Administrative Expenses	Marketing Expenses
January	\$ 39,608.90	\$ 7.48	5,297	\$ -	\$ 236.00
February	\$ 39,667.39	\$ 7.44	5,333	\$ 152.00	\$ 3,726.00
March	\$ 39,254.52	\$ 7.27	5,400	\$ 91.00	\$ -
April	\$ 40,400.73	\$ 7.34	5,503	\$ 113.00	\$ 2,956.00
May	\$ 40,826.94	\$ 7.28	5,609	\$ 171.00	\$ -
June	\$ 42,657.53	\$ 7.49	5,692	\$ 155.00	\$ -
<b>TOTAL</b>	<b>\$ 242,416.01</b>	<b>\$ 7.38</b>	<b>32,834</b>	<b>\$ 682.00</b>	<b>\$ 6,918.00</b>

Total Discount and Expenses	Avg. Monthly Customer Participation	Avg. Discount
Jan 05 - June 05	Jan 05 - June 05	Jan 05 - June 05
<b>\$ 250,016.00</b>	<b>5,472</b>	<b>\$ 7.38</b>