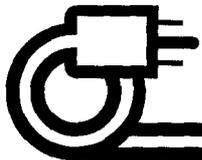




0000048959



TRICO

NEW APPLICATION
RECEIVED

Electric Cooperative, Inc.

A Touchstone Energy® Cooperative



2006 MAR 27 1P 3:37

March 24, 2006

AZ CORP COMMISSION
DOCUMENT CONTROL

Docket Control
Arizona Corporation Commission
1200 Washington Street
Phoenix, Arizona 85007

**RE: JOINT APPLICATION, BORDERLINE AGREEMENT
MR. BILL DALMAN**

Dear Sir or Madam:

Enclosed please find one original and 13 copies of the Joint Application and Borderline Agreement for Trico Electric Cooperative, Inc. to provide electric service to Mr. Bill Dalman.

If you have any questions, please give me a call at 744-2944 ex 1322.

Sincerely,

Chuck Wilcox
Right of Way Coordinator

Encl

ORIGINAL

NEW APPLICATION

RECEIVED

BEFORE THE ARIZONA CORPORATION COMMISSION

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28

COMMISSIONERS

2006 MAR 27 P 3:37

JEFF HATCH-MILLER, Chairman
WILLIAM A. MUNDELL
MARC SPITZER
MIKE GLEASON
KRISTIN K. MAYES

AZ CORP COMMISSION
DOCUMENT CONTROL

**IN THE MATTER OF THE JOINT
APPLICATION OF TUCSON ELECTRIC
POWER COMPANY, AN ARIZONA
CORPORATION, AND TRICO ELECTRIC
COOPERATIVE, INC., AN ARIZONA
CORPORATION, FOR AN ORDER
APPROVING A BORDERLINE AGREEMENT.**

**DOCKET NO.
JOINT APPLICATION**

TUCSON ELECTRIC POWER COMPANY, an Arizona corporation ("TEP"), and TRICO ELECTRIC COOPERATIVE, INC., an Arizona corporation ("TRICO"), are Joint Applicants herein and allege to this Arizona Corporation Commission ("Commission") as follows in support of this Joint Application:

TEP is a public service corporation engaged in the generation, transmission and distribution of electricity for the purpose of serving its customers located within a specifically designated service area in portions of Pima and Cochise Counties, Arizona, which has been certified and approved by the Commission ("TEP's Service Area").

TRICO is a public service corporation engaged in the distribution of electricity for the purpose of serving its customers located within a specifically designated service area in portions of Pima, Pinal and Santa Cruz Counties, Arizona, which has been certified and approved by the Arizona Corporation Commission ("TRICO's Service Area").

Mr. Bill Dalman ("Customer") has made application to TEP and TRICO for electric service to his real property described in Exhibit A ("Subject Area") and attached hereto. The Subject Area is located within TEP's certificated territory. In order for TEP to serve the Customer's property within the

1 Subject Area, it would cost the Customer approximately \$79,100 in line extension costs. TRICO's line
2 extension costs for the Subject Area are approximately \$10,381. Accordingly, it is in the best interest of
3 the Customer that TRICO serve the Subject Area until such time as TEP determines that it is
4 economically feasible for TEP to serve the Subject Area.

5 TEP and TRICO have entered into an Electric Service Authorization Agreement ("Agreement"),
6 attached hereto as Exhibit B, whereby TRICO may provide electric service to the Customer in the
7 Subject Area. Pursuant to the Agreement, TEP reserves the right to provide electric service to the
8 Subject Area when TEP determines that it is economically feasible to do so. In the event TEP
9 determines that it can provide such service, TEP will compensate TRICO for any of TRICO's facilities
10 which can then be used by TEP in providing service to the Subject Area. TRICO and TEP request that
11 the Agreement be approved by the Commission.

12 TEP and TRICO each provide public utility electric service in other areas of Tucson, Arizona,
13 pursuant to certificates of convenience and necessity issued by this Commission, and each utility is
14 qualified and able to provide satisfactory public utility electric service in the respective area to be served
15 by it pursuant to the Agreement.

16 There are no existing line extensions or any other agreements pertaining to electric service to the
17 Subject Area in which the Customer's property is located, nor are there any facilities, easements or
18 rights-of-way to be transferred in the event the Agreement is approved.

19 Notice of this Joint Application will be sent to the Customer.

20 The names of the corporate officers of Joint Applicants TEP and TRICO are the same as
21 presently on file with the Commission.

22 The financial statements of Joint Applicants TEP and TRICO are the same as presently on file in
23 the Utilities Division of the Commission.

24 WHEREFORE, the Joint Applicants respectfully request the Commission to issue its decision or
25 order approving the Agreement.

26

27

28

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28

RESPECTFULLY SUBMITTED this 17TH day of MARCH, 2006.

TUCSON ELECTRIC POWER COMPANY

By Michelle Livengood

Michelle Livengood
Tucson Electric Power Company
One South Church Avenue, Suite 200
Tucson, Arizona 85701

TRICO ELECTRIC COOPERATIVE, INC.

By Charles Emerson

Charlie Emerson
5100 West Ina Road
P.O. Box 35970
Tucson, AZ 85740-5970
Right of way Agent

Original and 13 copies of the foregoing mailed this 24TH day of MARCH, 2006, to:

Docket Control
Arizona Corporation Commission
1200 West Washington Street
Phoenix, Arizona 85007

Copies of the foregoing mailed this 24TH day of MARCH, 2006, to:

Legal Division
Arizona Corporation Commission
1200 West Washington Street
Phoenix, Arizona 85007

Ernest Johnson, Director
Utilities Division
Arizona Corporation Commission
1200 West Washington Street
Phoenix, Arizona 85007

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28

EXHIBIT A

W1/2, NE1/4, NE1/4, Section 13, Township 17 South, Range 14 East, Gila and Salt River Meridian,
Pima County, Arizona.

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28

EXHIBIT B

ELECTRIC SERVICE AUTHORIZATION AGREEMENT

THIS ELECTRIC SERVICE AUTHORIZATION AGREEMENT (this "Agreement") is entered into March 14, 2006, by and between TUCSON ELECTRIC POWER COMPANY, an Arizona corporation ("TEP"), and TRICO ELECTRIC COOPERATIVE, INC., an Arizona corporation ("TRICO").

RECITALS:

1. The real property described in Exhibit A attached hereto (the "Subject Area") is within the area of TEP's Certificate of Convenience and Necessity issued by the Arizona Corporation Commission ("Commission");

2. Bill Dalman, ("Customer") has requested that electric service be provided to the Subject Area;

3. TEP has given written authorization, March 14, 2006, whereby TRICO may temporarily serve the Customer in the Subject Area; and

4. In TRICO's opinion, because of current conditions, it is currently beneficial to the Customer for TEP to permit TRICO to temporarily provide electric service to the Customer's real property which TRICO is willing to provide as hereafter agreed.

PROMISES AND COVENANTS:

NOW, THEREFORE, in consideration of the foregoing recitals and in further consideration of the following covenants, promises, and provisions, the receipt and sufficiency of which are hereby acknowledged, the parties hereto, for themselves, their agents, employees, successors and assigns, do hereby agree as follows:

1 5. TRICO is hereby authorized by TEP to enter the Subject Area, certificated to TEP, and
2 construct and maintain electric service lines and facilities necessary to serve the Customer until such
3 time as TEP notifies TRICO in writing of its intention to provide service to the Customer.

4 6. Upon receiving written notice of TEP's intention to serve the Customer, TRICO will sell
5 to TEP and TEP will, notwithstanding paragraph 8, purchase all of TRICO's electric lines and facilities
6 within the Subject Area which are compatible with TEP's electric system and which can be utilized by
7 TEP to serve the Subject Area at original cost, depreciated at the agreed upon rate per year, and TRICO
8 will discontinue providing electric service in the Subject Area, at no cost to the Customer.
9

10 7. If the sale of TRICO's facilities to TEP is subject to prior approval by the Commission,
11 TRICO will use its best efforts to obtain said sale approval.

12 8. Nothing in this Agreement precludes TEP from serving within the Subject Area with
13 TEP's facilities.
14

15 9. This Agreement shall be binding upon and inure to the benefit of the parties hereto and
16 their respective successors in interest and assigns, whether arising voluntarily or by operation of law.
17

18 10. This Agreement shall become effective when approved by the Commission.

19 IN WITNESS WHEREOF, the parties have executed this Agreement on the day and year first
20 written above.

21 TUCSON ELECTRIC POWER COMPANY,

22 an Arizona corporation

23 By David L. [Signature]

24 Its DIRECTOR, REGULATORY
25 SERVICES

21 TRICO ELECTRIC COOPERATIVE,

22 INC., an Arizona corporation

23 By Charles W. [Signature]

24 Its Manager of Technical Service

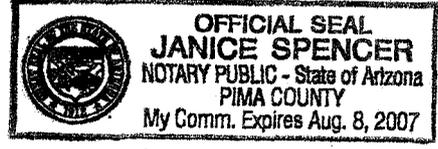
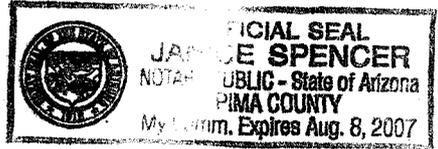
1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28

STATE OF ARIZONA)
) ss.
COUNTY OF PIMA)

The foregoing instrument was acknowledged before me this 14th day of March, 2006,
by David Couture, Director, Regulatory Services of TUCSON ELECTRIC POWER
COMPANY, an Arizona corporation, on behalf of the corporation.

Janice Spencer
Notary Public

My Commission Expires:



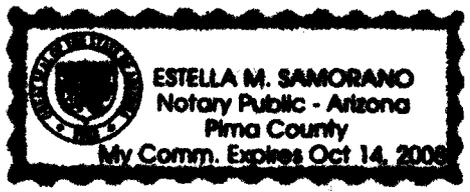
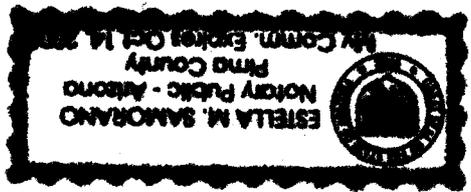
STATE OF ARIZONA)
) ss.
COUNTY OF PIMA)

The foregoing instrument was acknowledged before me this 17th day of MARCH, 2006,
by Charles M. Emerson of TRICO ELECTRIC COOPERATIVE,
INC., an Arizona corporation, on behalf of the corporation.

Notary Public

My Commission Expires: OCT. 14, 2008

Estrella M. Samorano



1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28

EXHIBIT A

W1/2, NE1/4, NE1/4, Section 13, Township 17 South, Range 14 East, Gila and Salt River Meridian,
Pima County, Arizona.