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ZONA CORPORATION COMMISSION

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AZ CORP COMMISSION  
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CARL J. KUNASEK  
CHAIRMAN  
JIM IRVIN  
COMMISSIONER  
WILLIAM A. MUNDELL  
COMMISSIONER

ORIGINAL

IN THE MATTER OF THE APPLICATION OF  
TUCSON ELECTRIC POWER COMPANY FOR  
APPROVAL OF ITS STRANDED COST  
RECOVERY AND FOR RELATED APPROVALS,  
AUTHORIZATIONS AND WAIVERS.

) DOCKET NO. E-01933A-98-0471

Arizona Corporation Commission

DOCKETED

IN THE MATTER OF THE FILING OF TUCSON  
ELECTRIC POWER COMPANY OF UNBUNDLED  
TARIFFS PURSUANT TO A.A.C. R14-2-1602  
et seq.

) DOCKET NO. E-01933A-97-0772

JUL 30 1999

IN THE MATTER OF THE COMPETITION IN  
THE PROVISION OF ELECTRIC SERVICES  
THROUGHOUT THE STATE OF ARIZONA.

) DOCKET NO. RE-00000C-94-0165

DOCKETED BY

*g.m.*

) M-S-R AND SCPPA REQUESTED ADDITIONS  
) TO THE PROPOSED FORM OF ORDER LODGED  
) BY TEP

Tucson Electric Power Company (TEP) lodged a Proposed Form of Order with the Arizona Corporation Commission (Commission) in this proceeding. M-S-R Public Power Agency (M-S-R) and the Southern California Public Power Authority (SCPPA) believe it is in the public interest that the Commission add certain provisions to any order it issues approving the Settlement Agreement subject of this proceeding.

M-S-R and SCPPA propose the following additions to the said Proposed Form of Order lodged with the Commission by TEP pursuant to its Notice of Filing dated July 13, 1999:

1. Add to Finding of Fact No. 9 the following:

"(xii) On or before December 31, 2002, TEP shall transfer its generation and other assets deemed to be competitive (as defined in the Electric Competition Rules) to a subsidiary of TEP, at market value."

1 2. Add to Finding of Fact No. 18 the following:

2 "The terms and conditions of the Settlement Agreement, when  
3 implemented, do not interfere with, prevent or deter the ongoing performance  
4 of existing contractual obligations by TEP, including agreements with M-S-R  
5 and SPPA."

6 3. Add to Conclusions of Law No. 7 the following:

7 "The approval of the Settlement Agreement, including the divestiture of  
8 TEP's generation and other assets deemed to be competitive (as defined in the  
9 Electric Competition Rules) to a subsidiary of TEP, at market value, will not  
10 interfere with, prevent or deter the ongoing performance of existing  
11 contractual obligations by TEP."

12 RESPECTFULLY SUBMITTED this 30<sup>th</sup> day of July, 1999.

13  
14 By 

15 Robert S. Lynch  
16 Attorney at Law  
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18 Phoenix, AZ 85004-4529  
19 Attorney for M-S-R Public Power Agency  
20 and Southern California Public Power  
21 Authority

22 Original and 10 copies of the  
23 foregoing filed this 30<sup>th</sup> day  
of July, 1999 with:

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

1 Copies of the foregoing hand  
2 delivered this 30<sup>th</sup> day of  
3 July, 1999 to:

4 Carl J. Kunasek, Chairman  
5 Jim Irvin, Commissioner  
6 William A. Mundell, Commissioner  
7 Arizona Corporation Commission  
8 1200 West Washington Street  
9 Phoenix, Arizona 85007

10 Jerry L. Rudibaugh, Chief Hearing Officer  
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25 Copies of the foregoing mailed  
this 30<sup>th</sup> day of July, 1999,  
to:

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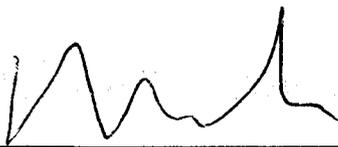
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