

ORIGINAL

MEMORANDUM

RECEIVED



0000138241

TO: Docket Control Center

2012 SEP -6 P 2:49

Arizona Corporation Commission

DOCKETED

FROM: Steven M. Olea
Director
Utilities Division

ARIZONA CORPORATION COMMISSION
DOCKET CONTROL

SEP 06 2012

DATE: September 6, 2012

DOCKETED BY	<i>SM</i>
-------------	-----------

RE: TUCSON ELECTRIC POWER COMPANY - REQUEST FOR EXTENSION OF COMPLIANCE DEADLINE IN DECISION NO. 72736 (DOCKET NO. E-01933A-11-0269)

In Decision No. 72736, dated January 13, 2012, the Arizona Corporation Commission ("Commission") approved Tucson Electric Power Company's ("TEP") 2012 Renewable Energy Standard ("RES") Implementation Plan. The Commission's decision contained the following ordering paragraph:

"IT IS FURTHER ORDERED that residential, small commercial, large commercial and industrial customers who receive incentives, from the effective date of this Decision, under the REST rules will pay a monthly REST charge equal to the amount they would have paid without the renewable installation. This payment shall begin when TEP reprograms its billing system to accomplish this, or with the October 2012 billing cycle, whichever occurs first."

On June 15, 2012, TEP filed a request for a nine-month extension of time to comply with the above ordering paragraph. TEP states that it requires the additional time in order to reprogram its billing system. TEP also states that in its 2013 RES Implementation Plan filing it is asking for the requirement contained in the above ordering paragraph to be modified to comport with the requirement imposed on Arizona Public Service Company ("APS"). APS customers that receive Renewable Energy Standard Tariff ("REST") incentives are required to pay the monthly REST cap (as opposed to what they would have paid without the renewable installation).

In order to allow the Commission to consider TEP's modification proposal as part of TEP's 2013 RES Implementation Plan filing or to allow TEP the time it needs to reprogram its billing system if the Commission rejects TEP's modification proposal, Staff recommends that the requirement contained in the above quoted ordering paragraph be suspended and be addressed in the Commission decision issued for TEP's 2013 RES Implementation Plan.

SMO:lhmlJMA

Originator: Steven M. Olea

SERVICE LIST FOR: TUCSON ELECTRIC POWER COMPANY
DOCKET NO. E-01933A-11-0269

Mr. Kevin Koch
2333 East First Street
Tucson, Arizona 85719

Mr. Timothy Hogan
202 East McDowell Road, Suite 153
Phoenix, Arizona 85004

Mr. Daniel Pozefsky
Chief Counsel
RUCO
1110 West Washington Street
Phoenix, Arizona 85007

Mr. C. Webb Crockett
3003 North Central Avenue, Suite 2600
Phoenix, Arizona 85012-2913

Mr. Court Rich
6613 North Scottsdale Road, Suite 200
Scottsdale, Arizona 85250

Mr. Scott Wakefield
201 North Central Avenue, Suite 3300
Phoenix, Arizona 85004-1052

Mr. Philip Dion
Unisource Energy Corporation
One South Church Avenue, Suite 200
Tucson, Arizona 85701

Mr. Michael Patten
Roshka, DeWulf & Patten, PLC
One Arizona Center
400 East Van Buren Street, Suite 800
Phoenix, Arizona 85004