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November 25, 2014

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

ORIGINAL

RE: Voluntary Solar Contribution Program (VSCP)  
Arizona Public Service Company 2014 RES Implementation Plan  
Dockets No. E-01345A-13-0140 and E-01345A-14-0250

In Decision No. 74823, APS is required to:

IT IS FURTHER ORDERED that Arizona Public Service Company shall file in Docket Control, within 15 days of the effective date of this decision, a Plan of Administration for its Voluntary Solar Contribution Program that has been revised to comply with this Decision. *Decision No. 74823 p. 6, line 1.*

Attached please find the Company's revised Plan of Administration for the Voluntary Solar Contribution Program.

Please direct any questions to Greg Bernosky at (602)250-4849.

Sincerely,

Lisa Malagon

LM/bgs

c: Brian Bozzo  
Parties of Record

Arizona Corporation Commission  
DOCKETED

NOV 25 2014

DOCKETED BY

Copies of the foregoing delivered/mailed this 25th day of November, 2014, to:

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**VOLUNTARY SOLAR CONTRIBUTION PROGRAM  
PLAN OF ADMINISTRATION**

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1. GENERAL DESCRIPTION:

This document describes the Voluntary Solar Contribution Program (VSCP) approved for Arizona Public Service Company (APS or Company) by the Arizona Corporation Commission (Commission) in Decision No. 74823. The VSCP provides individuals and entities an opportunity to support Arizona solar resources by voluntarily contributing funds to the Arizona Community Foundation (ACF), a tax-exempt, third-party independent organization. These funds will be used to install solar photovoltaic systems on newly built residential single-family homes constructed by the Arizona chapters of Habitat for Humanity International (Habitat), and are separate from those funds collected through the Commission's mandatory Renewable Energy Standard adjustor mechanism applied to APS customer bills.

The VSCP is effective as of January 1, 2015 and will be continued until further action by the Commission.

2. ELIGIBILITY:

Any individual, customer, ratepayer, stakeholder, entity, or member of the general public may make voluntary contributions to the VSCP as described in this Plan of Administration. Participation is not limited to APS customers.

3. CONTRIBUTION OF FUNDS:

3.1 Any individual or entity wishing to make a contribution to the VSCP may do so through the ACF website at [www.azfoundation.org](http://www.azfoundation.org) or by sending a check earmarked for the VSCP to:

Arizona Community Foundation  
2201 E Camelback Rd #405B  
Phoenix, Arizona 85016

3.2 Contributions will be held by ACF in a tax-exempt, irrevocable fund.

3.3 Investment of assets, tax reporting, auditing responsibilities, and other fund management and administration activities are the responsibility of ACF. ACF will provide regular reports of fund activity to APS.

3.4 Any administrative fees for the VSCP fund will be assumed by APS.

3.5 As ACF is a tax-exempt 501(c)(3) public charity, any contribution to the VSCP fund is tax deductible subject to Internal Revenue Service



## VOLUNTARY SOLAR CONTRIBUTION PROGRAM PLAN OF ADMINISTRATION

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limitations. Contributors to the VSCP fund should consult a professional tax advisor regarding individual tax situations.

### 4. DISTRIBUTION OF FUNDS:

- 4.1 Funds will be released to Habitat by ACF to be used to place a rooftop system on a newly built Habitat home under the conditions set forth below in paragraph 4.3. Habitat will select recipients of the home and the rooftop system without input from either ACF or APS, except that any home receiving a solar rooftop system under this program must be located within the Company's service territory. All recipients of rooftop systems must also meet Habitat's home ownership conditions, including performance of "sweat equity" requirements.
- 4.2 Funds must be sufficient to purchase and/or install a system under warranty and to provide an initial five-year operation and maintenance contract for upkeep of the system.
- 4.3 System installation conditions are as follows:
  - 4.3.1 The solar rooftop system must be sized to produce no more than 50% of the expected total connected load of the home or 3 kW, whichever is smaller.
  - 4.3.2 The roof must be structurally capable of hosting a rooftop system, and must be oriented in such a way as to allow the PV system to face to the south, southwest, or west.
  - 4.3.3 Habitat must select an Arizona licensed and qualified solar installer to install and maintain the system.
- 4.4 After December 31, 2016, if it appears that contributions to the VSCP will not reach a level necessary to fund a solar rooftop system as described above, APS may file an application with the Commission requesting closure of the VSCP. This application will include the Company's recommendations for distribution of any accumulated VSCP funds.

### 5. REPORTING:

- 5.1 The Company will provide VSCP fund status reports to Commission Staff every six months. Reports will be provided on October 1 (as a stand-alone status report) and on April 1 (as a part of the annual RES Compliance Report). VSCP reporting will begin October 1, 2015.



**VOLUNTARY SOLAR CONTRIBUTION PROGRAM  
PLAN OF ADMINISTRATION**

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- 5.2 Reports will contain the following information: program promotion, the number of customers and others making contributions during the reporting period, the number of system installations (total and during the reporting period), funds collected during the reporting period, the total funds held, any interest or earnings accrued, and any expenses associated with the VSCP fund.