



0000158336



Tucson Electric Power
88 East Broadway Blvd., Post Office Box 711
Tucson, Arizona 85702

ORIGINAL

November 26, 2014

Arizona Corporation Commission
DOCKETED

NOV 26 2014

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

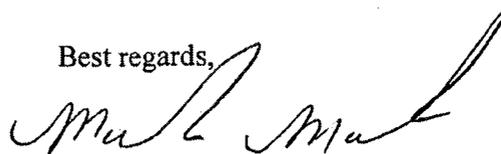
DOCKETED BY 

Re: Notice of Compliance – Tucson Electric Power Company’s Voluntary Solar Contribution Program Plan of Administration, Docket No. E-01933A-13-0224, Decision No. 74821

Tucson Electric Power Company hereby files its Voluntary Solar Contribution Program Plan of Administration, in compliance and consistent with Decision No. 74821 (November 13, 2014).

If you have any questions, please contact me at (520) 884-3680.

Best regards,



Melissa Morales
Regulatory Services

cc: Compliance Section, ACC

RECEIVED
2014 NOV 26 A 11:42
ARIZONA CORPORATION COMMISSION
DOCKET CONTROL



Voluntary Solar Contribution Program – Plan of Administration

GENERAL DESCRIPTION

This document describes the Voluntary Solar Contribution Program (VSCP) approved for Tucson Electric Power Company (TEP or Company) by the Arizona Corporation Commission (Commission) in Decision No. 74165 (October 25, 2013). The VSCP provides individuals and entities the opportunity to support solar resources in Arizona 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 panel 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 TEP customer bills.

The VSCP is effective January 1, 2015 and will continue until further order of the Commission. The Company may file an application requesting to terminate the VSCP after December 31, 2016 if the Company determines that the VSCP is not successful.

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 TEP customers.

CONTRIBUTION OF FUNDS

- 1) Any individual or entity wishing to make a contribution to the VSCP may do so through the ACF website at www.azfoundation.org or by sending a check earmarked for the TEP VCSP to:

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

- 2) Contributions will be held by ACF in a tax-exempt, irrevocable fund.
- 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 TEP.
- 4) Any administrative fees for the VSCP fund will be assumed by TEP.
- 5) As ACF is a tax-exempt 501(c)(3) public charity, any contribution to TEP's VSCP fund is tax deductible, subject to Internal Revenue Service (IRS) limitations. Contributors to the VSCP fund should consult a professional tax advisor regarding individual tax situations.

DISTRIBUTION OF FUNDS

- 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 3 of this section. Habitat will select recipients of the home and the rooftop system without input from either ACF or TEP, except that any home receiving a solar rooftop system under the VSCP 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.
- 2) Funds must be sufficient to purchase and install a system under warranty and to provide an initial five-year operation and maintenance contract for upkeep of the system.
- 3) System installation conditions are as follows:



Tucson Electric Power

- a. 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.
 - b. The roof must be structurally capable of hosting a rooftop system and must be oriented in such a way as to allow the solar system to face to the south, southwest, or west.
 - c. Habitat must select a licensed and qualified Arizona-based solar installer to install and maintain the system.
- 4) If, after December 31, 2016, the Company files an application to terminate the VSCP, and if contributions to the VSCP have not reached a level necessary to fund at least one solar rooftop system, TEP will contribute enough funds to the VSCP to provide for one solar rooftop system to be installed through Habitat upon termination of the VSCP.

REPORTING

The Company will provide VSCP fund status reports to Commission Staff while the VSCP is in effect. Reports will be provided on October 1 (as a stand-alone status report) and on April 1 (as part of the annual REST Compliance Report), beginning October 1, 2015. Reports will contain information regarding 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.