

NEW APPLICATION

**UniSourceEnergy
SERVICES**



0000162550

88 East Broadway Blvd., P.O. Box 711
Tucson, Arizona 85702

RECEIVED

2015 MAR 24 P 12: 57

Melissa Morales
Regulatory Coordinator

Telephone: 520-884-3680
mmorales@tep.com
AZ CORP COMMISSION
DOCKET CONTROL

ORIGINAL

March 23, 2015

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

Re: UNS Electric, Inc. E-04204A-15-0097
Docket No.
Application for Approval of Revised Rider - 3 for Net Metered Customers

UNS Electric, Inc. ("UNS Electric" or "Company") hereby submits a revised Rider -3 Market Cost of Comparable Conventional Generation ("MCCCG") Calculation for approval by the Arizona Corporation Commission ("Commission"). Rider-3 was last approved by the Commission in Decision No. 74387 (March 19, 2014) and sets the MCCCG to be used in conjunction with Rider-4 NM PRS, Net Metering for Certain Partial Requirement Services. UNS Electric proposes to revise the MCCCG rate to update the anticipated avoided cost to be used for the Annual Credit for Excess Generation as defined in Rider-4 NM-PRS. A clean and redlined version of page 2 of the UNS Electric Statement of Charges, which shows the rate, is attached.

The proposed MCCCG rate of \$0.03003 per kWh decreases the MCCCG rate in Rider-3, which will have the effect of increasing the Credit for Excess Generation under the Company's Rider-4 NM-PRS. This credit is calculated and applied in the customer bill produced in October (September usage) or on a customer's "Final" bill.

UNS Electric requests that the Commission approve the revised Rider-3. If you have any questions, please contact me at (520) 884-3680

Sincerely,

Melissa Morales

cc: Steve Olea, Director of Utilities Division
Barbara Keene, Utilities Division

Arizona Corporation Commission

DOCKETED

MAR 24 2015

DOCKETED BY

CLEAN

REDLINE

