



0000171967

**ORIGINAL**

**ANDY TOBIN'S PROPOSED AMENDMENT N...**

TIME/DATE PREPARED: July 8, 2016

COMPANY: Arizona Public Service Company

AGENDA ITEM NO.: 18

DOCKET NO.: E-01345A-15-0182

OPEN MEETING DATE: July 12 and 13, 2016

Arizona Corporation Commission

**DOCKETED**

JUL 08 2016

**Page 11, Line 10**

INSERT NEW FINDINGS OF FACT:

DOCKETED BY

"34. As part of its 2016 DSM Plan, APS is to develop and propose to the Commission, for approval, within 60 days of the effective date of this Order a residential EE or DR program that incentivizes residential energy storage technology. This technology should primarily aid residential customers to reduce their electricity demand during periods of system peak demand. APS should anticipate spending \$4 million on this program.

35. Residential customers who receive incentives for residential energy storage technology will be placed on advanced, time differentiated rate plans. Traditional inclining kWh-based rates are appropriate for non-technology adopters; however, distributed generation technology requires the sending of more complex price signals that may not be appropriate for traditional customers. An advanced rate designed for technology adopters is needed to ensure a successful program implementation that maximizes benefits to participating customers as well as non-participants. This advanced rate would include proper price signals based on the principles of: 1) an On Peak/Off Peak rate with sufficient rate spread between the two time periods, 2) a manageable On Peak window to allow for adequate "peak shaving," and 3) proper price signals based on seasonality. As such, APS will use rate plans like the ET-SP Rate and other tariffs deemed appropriate by the company for participants in this program.

36. Given the developing nature of this energy storage technology program, the Commission will waive its normal benefit-cost threshold and revisit this measure in the Company's 2018 DSM Plan."

**Page 11, Line 12**

After "Weatherization" INSERT: ", Energy Storage Technology,"

**Page 13, Line 17**

INSERT:

"IT IS FURTHER ORDERED that APS propose to the Commission, for approval, a residential EE or DR program with a budget of \$4 million that incentivizes energy storage technology, as discussed herein, within 60 days of the effective date of this Order.

RECEIVED  
2016 JUL -8 PM 3:46  
AZ CORP COM  
DOCKET CON

IT IS FURTHER ORDERED that APS modify its 2017 DSM Plan within 60 days of the effective date of this order to include the energy storage technology incentive program, as discussed herein, with a budget of \$4 million.”

**\*\* Make all conforming changes**

<b>THIS AMENDMENT:</b>		
_____ Passed _____	Passed as amended by _____	
_____ Failed	_____ Not Offered	_____ Withdrawn