COMMISSIONERS TOM FORESE - Chairman **BOB BURNS** DOUG LITTLE ANDY TOBIN BOYD W. DUNN





#### ARIZONA CORPORATION COMMISSION

ORIGINAL

Arizona Corporation Commission

DOCKETED

JUN 01 2017

DOCKETED BY

DATE:

JUNE 1, 2017

DOCKET NO .:

E-01933A-17-0128

TO ALL PARTIES:

Enclosed please find the recommendation of Administrative Law Judge Jane L. Rodda. The recommendation has been filed in the form of an Order on:

### TUCSON ELECTRIC POWER COMPANY (2018 ENERGY EFFICIENCY IMPLEMENTATION PLAN AND WAIVER UNDER A.A.C. R14-2-2419)

Pursuant to A.A.C. R14-3-110(B), you may file exceptions to the recommendation of the Administrative Law Judge by filing an original and thirteen (13) copies of the exceptions with the Commission's Docket Control at the address listed below by 4:00 p.m. on or before:

## JUNE 8, 2017 All parties have waived the 10 days for filing of exceptions

The enclosed is NOT an order of the Commission, but a recommendation of the Administrative Law Judge to the Commissioners. Consideration of this matter has tentatively been scheduled for the Commission's Open Meeting to be held on:

JUNE 13, 2017 AND JUNE 14, 2017

For more information, you may contact Docket Control at (602) 542-3477 or the Hearing Division at (602) 542-4250. For information about the Open Meeting, contact the Executive

Director's Office at (602) 542-3931

EXECUTIVE DIRECTOR

1200 WEST WASHINGTON STREET; PHOENIX, ARIZONA 85007-2927 / 400 WEST CONGRESS STREET; TUCSON, ARIZONA 85701-1347 www.azcc.gov

This document is available in alternative formats by contacting Kacie Cannon, ADA Coordinator, voice phone number 602-542-3931, E-mail KCannon@azcc.gov.

On this \( \sum \) day of June, 2017, the following document was filed with Docket Control as a Recommended Order from the Hearing Division, and copies of the document were mailed on behalf of the Hearing Division to the following who have not consented to email service. On this date or as soon as possible thereafter, the Commission's eDocket program will automatically email a link to the filed document to the following who have consented to email service.

Michael Patten SNELL & WILMER, LLP One Arizona Center 400 East Van Buren Street Phoenix, AZ 85004

Bradley S. Carroll Tucson Electric Power Company 88 East Broadway Blvd., MS HQE910 PO Box 711 Tucson, AZ 85702

Andy Kvesic, Director Legal Division ARIZONA CORPORATION COMMISSION 1200 West Washington Street Phoenix, AZ 85007

Elijah Abinah, Director Utilities Division ARIZONA CORPORATION COMMISSION 1200 West Washington Street Phoenix, AZ 85007

allman

By:

Rebecca Tallman

Assistant to Jane L. Rodda

# BEFORE THE ARIZONA CORPORATION COMMISSION COMMISSIONERS TOM FORESE - Chairman BOB BURNS

DOUG LITTLE ANDY TOBIN 5 BOYD W. DUNN 6

IN THE MATTER OF THE APPLICATION OF TUCSON ELECTRIC POWER COMPANY FOR APPROVAL OF ITS 2018 ENERGY EFFICIENCY IMPLEMENTATION PLAN AND WAIVER UNDER A.A.C. R14-2-2419.

DOCKET NO. E-01933A-17-0128 DECISION NO. ORDER

Open Meeting June 13 and 14, 2017 Phoenix, Arizona

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BY THE COMMISSION:

Having considered the entire record herein and being fully advised in the premises, the Arizona Corporation Commission ("Commission") finds, concludes, and orders that:

#### FINDINGS OF FACT

- Tucson Electric Company ("TEP" or 'Company") is certificated to provide electric 1. service as a public service corporation in the State of Arizona.
- Pursuant to Arizona Administrative Code ("A.A.C.") R14-2-2405, TEP is required to 2. submit an Energy Efficiency Implementation Plan ("EE Plan") for Commission review and approval on June 1st of each odd year, or annually at the election of the Company.
- Pursuant to A.A.C. R14-2-2405(A), TEP's 2018 EE Implementation Plan is due June 1, 3. 2017.
- On May 8, 2017, TEP filed a Request for an Extension of Time to File 2018 Energy 4. Efficiency Implementation Plan.
- TEP states that it has been "conducting a comprehensive and strategic review of energy 5. efficiency ("EE") programs and measures to analyze: (i) the cost-effective potential of EE as a resource in TEP's long-term integrated resource plan; (ii) new programs and technologies designed to manage

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1 or reduce peak demand; and (iii) the associated rate impact on customers."1 2 6. Given the above-referenced extensive review, TEP states that it needs additional time to submit its 2018 EE Plan. As a result, TEP requests an extension of time until August 1, 2017 to file 3 4 its 2018 EE Plan. 5 7. On May 30, 2017, the Commission's Utilities Division ("Staff") filed a Memorandum, stating that "in light of the potential benefits of allowing TEP to complete its EE review, Staff does not 6 7 object to the requested extension." We find that the potential benefits of a comprehensive review of the Company's EE 8 8. 9 programs outweighs any potential detriments of granting the relatively brief requested 60-day 10 extension, and therefore conclude that the requested extension is reasonable. 11 CONCLUSIONS OF LAW 12 1. TEP is an Arizona public service corporation within the meaning of Article XV, Section 13 2, of the Arizona Constitution. TEP is an "electric utility" and an "affected utility" pursuant to A.A.C. 14-2-2401. 14 2. 15 3. The Commission has jurisdiction over TEP and the subject matter of TEP's request. 16 4. It is in the public interest to grant a waiver of the Company's obligation to file its 2018 17 EE Plan on June 1, 2017, in order that TEP conduct a thorough and comprehensive review of its EE 18 programs and provided that TEP files its 2018 EE Plan by August 1, 2017. 19 20 21 22 23 . . . 24 25 26 27 28 1 Request at 1.

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DECISION NO. \_\_\_\_\_

1	ORDER		
2	IT IS THEREFORE ORDERED that the requirement that Tucson Electric Power Company fil		
3	its 2018 EE Plan by June 1, 2017 pursuant to A.A.C. R14-2-2405(A), is waived to the extent to allow		
4	Tucson Electric Power Company until August 1, 2017, to file its 2018 EE Plan.		
5	IT IS FURTHER ORDERED that this Decision shall become effective immediately.		
6	BY ORDER OF THE ARIZONA CORPORATION COMMISSION.		
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8	OUA IDMANU PODEGE		
9	CHAIRMAN FORESE COMMISSIONER DUNN		
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11	COMMISSIONER TOBIN COMMISSIONER LITTLE COMMISSIONER BURNS		
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13	IN WITNESS WHEREOF, I, TED VOGT, Executive Director of the Arizona Corporation Commission, have hereunto set m		
14	hand and caused the official seal of the Commission to be affixed at the Capitol, in the City of Phoenix, this day		
15	of2017.		
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17	TED VOGT EXECUTIVE DIRECTOR		
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19	DISSENT		
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21	DISSENT JR/rt		
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	3 DECISION NO.		

1	SERVICE LIST FOR:	TUCSON ELECTRIC POWER COMPANY	
2	DOCKET NO.:	E-01933A-17-0128	
3	Michael Patten SNELL & WILMER, LLP One Arizona Center		
5	400 East Van Buren Street Phoenix, AZ 85004		
6	Bradley S. Carroll Tucson Electric Power Company		
8	88 East Broadway Blvd., MS HQE910 PO Box 711 Tucson, AZ 85702		
9			
10	Andy Kvesic, Director Legal Division ARIZONA CORPORATION COMMISSIO	ON.	
11	1200 West Washington Street Phoenix, AZ 85007		
12	Elijah Abinah, Director		
13	Utilities Division ARIZONA CORPORATION COMMISSION		
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