



0000181316

BEFORE THE ARIZONA CORPORATION COMMISSION

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28

TOM FORESE
Chairman
BOB BURNS
Commissioner
DOUG LITTLE
Commissioner
ANDY TOBIN
Commissioner
BOYD DUNN
Commissioner

Arizona Corporation Commission

DOCKETED

JUL 13 2017

DOCKETED BY
GB

IN THE MATTER OF THE JOINT APPLICATION OF TRICO ELECTRIC COOPERATIVE, INC. AND TUCSON ELECTRIC POWER COMPANY FOR AN ORDER APPROVING A BORDERLINE AGREEMENT

DOCKET NOS. E-01461A-17-0121
E-01933A-17-0121
DECISION NO. 76205
ORDER

Open Meeting
July 11 and 12, 2017
Phoenix, Arizona

BY THE COMMISSION:

FINDINGS OF FACT

1. Trico Electric Cooperative, Inc. ("Trico") and Tucson Electric Power Company ("TEP") are certificated to provide electric service within portions of Arizona, pursuant to authority granted by the Arizona Corporation Commission ("Commission").

Background

2. Trico is a member-owned electric distribution cooperative that provides service within portions of Pima, Pinal, and Santa Cruz Counties, Arizona. TEP is an electric public service corporation that provides generation, transmission, and distribution service within portions of Pima County, Arizona.

3. On May 3, 2017, Trico and TEP filed a joint application requesting approval of a borderline agreement for Trico to provide electric service to residential customers, Mr. Daniel Nieves-Gonzalez and Ms. Christine Fuentes-Feliciano (collectively "Customer"), located at 3755 E. Wetstones Road, Vail, Arizona 85641 in Pima County ("Property").

Application

4. The Property is located within TEP's service territory. Although located in TEP's service territory, with TEP facilities located approximately 600 feet from the Property, the cost for TEP to provide a line extension to the Property is estimated to be in excess of \$2,000. The cost for Trico to extend facilities to the Property, with facilities Trico facilities located approximately 15-20 feet from the Property, is estimated to be \$0.

5. Trico is willing to provide electric service to the Property subject to: 1) Customer executing an application for service; 2) Customer paying any and all costs for the line extension or upgrade of Trico's existing facilities necessary to enable Trico to provide the requested service; 3) Customer securing any and all easements and permits associated with Trico's provision of such service; and 4) Customer paying all applicable deposits, fees, rates and charges associated with the requested class of service approved by the Commission for Trico's retail customers.

6. In the event Trico intends to permanently cease providing service to the Property, Trico will: 1) provide TEP and the Customer written notice of not less than 90 calendar days prior to ceasing service to the Customer; and 2) coordinate with TEP for the exchange of service at no cost to TEP and the Customer. However, in the event that TEP determines it is economically feasible for TEP to provide electric service to the Property, TEP will: 1) provide Trico and the Customer written notice of not less than 90 calendar days prior to the intended date of TEP providing service to the Property, and 2) coordinate with Trico for the exchange of service, including transferring any facilities paid for by Trico and dedicated to providing service exclusively to the Property, at no cost to Trico or the Customer.

Staff Analysis and Recommendations

7. Staff believes that the borderline agreement between Trico and TEP is a reasonable solution to allow extension of electric service to the Property and is in the public interest. Therefore, Staff has recommended approval of the borderline agreement between Trico and TEP as described.

8. In addition, Staff has recommended that TEP be required to notify the Commission prior to exercising its right to provide service to the Property.

...

1 IT IS FURTHER ORDERED that approval of the borderline agreement at this time does not
2 guarantee any future ratemaking treatment of the borderline agreement between Trico Electric
3 Cooperative, Inc. and Tucson Electric Power Company.

4 IT IS FURTHER ORDERED that this decision shall become effective immediately.

5
6 **BY THE ORDER OF THE ARIZONA CORPORATION COMMISSION**

7 
8 CHAIRMAN FORESE


COMMISSIONER DUNN

9
10 
11 COMMISSIONER TOBIN


COMMISSIONER LITTLE

EXCUSED
COMM. BURNS
COMMISSIONER BURNS



12 IN WITNESS WHEREOF, I, TED VOGT, Executive
13 Director of the Arizona Corporation Commission, have
14 hereunto, set my hand and caused the official seal of this
15 Commission to be affixed at the Capitol, in the City of
16 Phoenix, this 13th day of July, 2017.

17 
18 TED VOGT
19 EXECUTIVE DIRECTOR

20 DISSENT: _____

21 DISSENT: _____

22 EOA:CLA:red/BG
23
24
25
26
27
28

1 SERVICE LIST FOR: Trico Electric Cooperative, Inc. and Tucson Electric Power Company
2 Docket Nos. E-01461A-17-0121 and E-01933A-17-0121

3 Mr. Timothy J. Sabo
4 Snell & Wilmer, LLC
5 One Arizona Center
6 400 East Van Buren
7 Phoenix, Arizona, 85004

8 Mr. Bradley S. Carroll
9 Tucson Electric Power Company
10 88 East Broadway, MS HQE910
11 P.O Box 711
12 Tucson, Arizona 85702

13 Mr. Andy Kvesic
14 Arizona Corporation Commission
15 Director, Legal Division
16 1200 W. Washington
17 Phoenix, Arizona 85007

18 LegalDiv@azcc.gov
19 Eabinah@azcc.gov

20 **Consented to Service by Email**

21
22
23
24
25
26
27
28