

TUCSON ELECTRIC POWER COMPANY

Tucson, Arizona

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District: Entire Electric Service Area

Tariff No. RIDER NO. 4

Sheet No. 1 of 1

Revision No. _____

Effective: January 1, 2000

FIXED CTC BY CLASS – RIDER NO. 4

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The weighted average of Fixed CTC by class is \$0.009300 per kWh.

By class, the fixed CTC is:

Residential (Rates No. 01, 02, 21, 70 and 201)	\$0.010800 per kWh
General Service (Rates No. 10 and 76):	0.011825 per kWh
Mobile Home Parks (Rate No. 11)	0.014099 per kWh
Interruptible Agricultural Pumping (Rate No. 31)	0.008077 per kWh
Large General Service (Rates No. 13, 85, and 85A):	0.008152 per kWh
Large Light and Power (Rates No. 14, 90, 90A and Special Contract):	0.006244 per kWh
Note: This is a weighted average charge based upon load factor.	
Charges shall be adjusted such that	
a 60% load factor customer is charged:	0.008100 per kWh
and a 90% factor customer is charged:	0.004900 per kWh
Lighting (Rates No. 41, 50 and 51):	0.009736 per kWh
Public Authority (Rates No. 40 and 43):	0.010497 per kWh

Notes:

1. The planned amortization schedule for the Fixed CTC is contained in Exhibit A to the TEP Settlement Agreement ("Fixed CTC Amortization Schedule"). The actual amortization of the fixed CTC will depend on actual retail kWh sales. To the extent that actual retail kWh sales in a given year are higher than the projected retail kWh sales for that year shown in Exhibit A, the amortization attributed to that year will be increased, decreasing the unamortized balance of fixed stranded cost that remains to be collected.
2. To the extent that actual retail kWh sales in a given year are lower than the projected retail kWh sales for that year shown in Exhibit A, the amortization attributed to that year will be less than the amount shown in Exhibit A, resulting in a higher unamortized balance than would have occurred if sales were as projected.
3. If the Floating CTC is negative in a given month, the amount of the Fixed CTC is not affected, and the Fixed CTC payment will continue to be credited toward the recovery of the remaining balance of fixed stranded cost.