Rider R-1
Purchased Power Fuel Adjustor Clause (PPFAC)

APPLICABILITY

The Purchased Power and Fuel Adjustment Clause (PPFAC) will be applied to all customers taking Standard Offer service from the Company pursuant to the Arizona Corporation Commission (ACC) Decision No 70360 dated May 27, 2008 and as updated and defined in the Company's PPFAC Plan of Administration approved in ACC Decision No. 75697.

RATE

The Customer monthly bill shall consist of the applicable Rate charges and adjustments in addition to the PPFAC. The PPFAC adjustor rate, as shown in the UNS Electric, Inc. Statement of Charges, is an amount expressed as a rate per kWh charge to reflect the cost to the Company for energy either generated or purchased.

UNS ELECTRIC INC. STATEMENT OF CHARGES

For all additional charges and assessments approved by the Arizona Corporation Commission see the UNS Electric, Inc. Statement of Charges which is available on UNS Electric Inc.'s website at www.uesaz.com.

TAX CLAUSE

To the charges computed under the above rate, including any adjustments, shall be added the applicable proportionate part of any taxes or governmental impositions which are or may in the future be assessed on the basis of gross revenues of the Company and/or the price or revenue from the electric energy or service sold and/or the volume of energy generated or purchased for sale and/or sold hereunder.

RULES AND REGULATIONS

This standard Rules and Regulations of the Company as on file with the ACC shall apply where not inconsistent with this Rider.

UNS Electric, Inc.

2nd Revised Sheet No.: 701-1
Superseding 1st Revised Sheet. : 701-1

Purchased Power Fuel Adjustment Clause
RIDER R-1

APPLICABILITY: To all Company Rates, unless otherwise specified.

Month/Year	Effective Date	Customer Class	PPFAC Rate This Period	PPFAC Surcharge/ Credit This Period	PPFAC Average Base Rate	Total Average Retail Fuel and Purchased Power Rate This Period	Total Average Retail Fuel and Purchased Power Rate Last Period	Change	% Change
October 2015	10/1/2015	All Sales	($0.001898)	$0.0000	$0.057060	$0.055162	$0.054708	$0.000454	0.83%
November 2015	11/1/2015	All Sales	($0.001440)	$0.0000	$0.057060	$0.055620	$0.055162	$0.000458	0.83%
December 2015	12/1/2015	All Sales	($0.000978)	$0.0000	$0.057060	$0.056082	$0.055620	$0.000462	0.83%
January 2016	01/1/2016	All Sales	($0.000513)	$0.0000	$0.057060	$0.056547	$0.056082	$0.000465	0.83%
February 2016	02/1/2016	All Sales	($0.000044)	$0.0000	$0.057060	$0.057016	$0.056547	$0.000469	0.83%
March 2016	03/1/2016	All Sales	$0.000430	$0.0000	$0.057060	$0.057490	$0.057016	$0.000474	0.83%
April 2016	04/1/2016	All Sales	$0.000907	$0.0000	$0.057060	$0.057967	$0.057490	$0.000477	0.83%
May 2016	05/1/2016	All Sales	$0.000426	$0.0000	$0.057060	$0.057486	$0.057967	($0.000481)	-0.83%
June 2016	06/1/2016	All Sales	($0.000051)	$0.0000	$0.057060	$0.057009	$0.057486	($0.000477)	-0.83%
July 2016	07/1/2016	All Sales	($0.000524)	$0.0000	$0.057060	$0.056536	$0.057009	($0.000473)	-0.83%
August 2016	08/1/2016	All Sales	($0.000994)	$0.0000	$0.057060	$0.056066	$0.056536	($0.000469)	-0.83%
Reset PPFAC - Decision 75697									
August 2016	08/22/2016	All Sales	$0.000000	$0.0000	$0.053689	$0.053689	$0.056066	$0.000994	
September 2016	09/01/2016	All Sales	$0.000000	$0.0000	$0.053689	$0.053689	$0.053689	$0.000000	
October 2016	10/01/2016	All Sales	($0.000446)	$0.0000	$0.053689	$0.053243	$0.053689	($0.000446)	
November 2016	11/1/2016	All Sales	($0.000888)	$0.0000	$0.053689	$0.052801	$0.053243	($0.000442)	-0.83%
December 2016	12/1/2016	All Sales	($0.001326)	$0.0000	$0.053689	$0.052363	$0.052801	($0.000438)	-0.83%
January 2017	1/1/2017	All Sales	($0.001761)	$0.0000	$0.053689	$0.051928	$0.052363	($0.000435)	-0.83%
Febuary 2017	2/1/2017	All Sales	($0.002192)	$0.0000	$0.053689	$0.051497	$0.051928	($0.000431)	-0.83%
March 2017	3/1/2017	All Sales	($0.002619)	$0.0000	$0.053689	$0.051070	$0.051497	($0.000427)	-0.83%
April 2017	4/1/2017	All Sales	($0.003043)	$0.0000	$0.053689	$0.050646	$0.051070	($0.000424)	-0.83%

Issued: April (Month) 1 (Day) 2017 (Year)

Effective: April (Month) 1 (Day) 2017 (Year)

Filed By: Kentton C. Grant
Title: Vice President
District: Entire Electric Service Area

Rate: R-1
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