



UNS Gas, Inc.

Second Revised Sheet No.: 702
Superseding First Sheet No.: 702

Rider R-2
Demand Side Management Surcharge (DSMS)

APPLICABILITY

The Demand Side Management Surcharge (DSMS) applies to all customers, except customers who take service under the Customer Assistance Residential Energy Support (CARES) rate, in all territory served by UNS Gas, Inc as mandated by the Arizona Corporation Commission, unless otherwise specified. CARES customers taking service under rate R-12 are exempt from any DSM surcharges effective after June 1, 2009.

RATE

The DSMS shall be applied to all monthly net bills at the following rate:

All therms @ \$0.0000 per therm

REQUIREMENTS

The UNS Gas, Inc. DSMS will be calculated and filed with the Arizona Corporation Commission ("ACC") for approval on or before April 1st. The ACC will approve the surcharge to be billed to all applicable rates for twelve (12) months beginning each June 1.

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 of, or revenue from, gas sales or service sold and/or the volume of gas sales generated or purchased for sale and/or sold hereunder.

RULES AND REGULATIONS

The standard Rules and Regulations of the Company as on file from time to time with the ACC shall apply where not inconsistent with this rate.

Filed By: Kentton C. Grant
Title: Vice President of Finance and Rates
District: Entire UNS Gas Service Area

Rate: R-2
Effective: August 1, 2016
Decision No.: 75680