

**NOTICE OF RATE INCREASE**  
**Sulphur Springs Valley Electric Cooperative**  
**Docket: E-01575A-15-0312**  
**Decision No. 75788**

On August 30, 2015, Sulphur Springs Valley Electric Cooperative (“SSVEC”) filed with the Arizona Corporation Commission (“Commission”) an Application to Increase its Rates and Charges. At the Open Meeting held October 27, 2016, the Commission approved new rates and charges for SSVEC.

Per Decision No. 75788, SSVEC was authorized to implement a four phase rate increase with Phase 1 beginning in November 2016 and ending with Phase 4 in November 2019. In Phase 1 a residential member with average monthly energy consumption of 682 kWh will see an increase in their bill of \$3.81 per month from (\$91.93 to \$95.51), or 3.89%. The new rates and charges for Phase 1 will be effective for all service rendered on and after the billing cycles for November 2016. **See the reverse side for the incremental changes in Phase 1 to Phase 4.**

Questions regarding the new rates and charges should be directed to SSVEC during normal business hours (Monday-Friday, 8 AM to 5 PM) at one of SSVEC’s office locations or by calling (520) 458-4691.

New rates applicable to Street Lights and Security Lights are not listed below. A full listing of the new rates can be viewed at [www.ssvec.org](http://www.ssvec.org).

**NEW RATES AND CHARGES**  
**Phase 1—Effective after the November 2016 billing cycle**

<table> <tr> <td colspan="2"><b>Residential—Standard</b></td> </tr> <tr> <td>Base Charge</td> <td style="text-align: right;">\$15.00</td> </tr> <tr> <td>All kWh</td> <td style="text-align: right;">\$0.118046</td> </tr> <tr> <td colspan="2"><b>Residential Auxiliary Service (NEW)</b></td> </tr> <tr> <td>Base Charge</td> <td style="text-align: right;">\$20.00</td> </tr> <tr> <td>First 3 Billing kW (3 kW minimum)</td> <td style="text-align: right;">\$1.50</td> </tr> <tr> <td>Over 3 Billing kW</td> <td style="text-align: right;">\$8.00</td> </tr> <tr> <td>Energy Charge, per kWh</td> <td style="text-align: right;">\$0.110659</td> </tr> <tr> <td colspan="2"><b>Residential - Prepaid</b></td> </tr> <tr> <td>Base Charge (per day)</td> <td style="text-align: right;">\$0.493151</td> </tr> <tr> <td>Energy Charge, per kWh</td> <td style="text-align: right;">\$0.118046</td> </tr> <tr> <td colspan="2"><b>Residential—Time of Use</b></td> </tr> <tr> <td>Base Charge</td> <td style="text-align: right;">\$16.50</td> </tr> <tr> <td>On-Peak Energy Charge, Per kWh</td> <td style="text-align: right;">\$0.219563</td> </tr> <tr> <td>Off-Peak Energy Charge, per kWh</td> <td style="text-align: right;">\$0.082933</td> </tr> <tr> <td colspan="2"><b>General Service</b></td> </tr> <tr> <td>Base Charge</td> <td style="text-align: right;">\$20.00</td> </tr> <tr> <td>First 3 Billing kW (3 kW minimum)</td> <td style="text-align: right;">\$1.50</td> </tr> <tr> <td>Over 3 Billing kW</td> <td style="text-align: right;">\$8.00</td> </tr> <tr> <td>Energy Charge, per kWh</td> <td style="text-align: right;">\$0.110659</td> </tr> <tr> <td colspan="2"><b>General Service—Time of Use</b></td> </tr> <tr> <td>Base Charge</td> <td style="text-align: right;">\$22.00</td> </tr> <tr> <td>Metered kW</td> <td style="text-align: right;">\$1.50</td> </tr> <tr> <td>Billed On-Peak kW</td> <td style="text-align: right;">\$18.50</td> </tr> <tr> <td>Energy Charge, per kWh</td> <td style="text-align: right;">\$0.059862</td> </tr> <tr> <td colspan="2"><b>Large Power—Standard</b></td> </tr> <tr> <td>Base Charge</td> <td style="text-align: right;">\$55.00</td> </tr> <tr> <td>Demand Charge, per kW</td> <td style="text-align: right;">\$8.00</td> </tr> <tr> <td>Energy Charge, per kWh</td> <td style="text-align: right;">\$0.073020</td> </tr> <tr> <td colspan="2"><b>Large Power—Industrial</b></td> </tr> <tr> <td>Base Charge</td> <td style="text-align: right;">\$400.00</td> </tr> <tr> <td>Demand Charge, per kW</td> <td style="text-align: right;">\$7.00</td> </tr> <tr> <td>First 400 kWh/kW per Month</td> <td style="text-align: right;">\$0.073135</td> </tr> <tr> <td>Over 400 kWh/kW per Month</td> <td style="text-align: right;">\$0.046746</td> </tr> </table>	<b>Residential—Standard</b>		Base Charge	\$15.00	All kWh	\$0.118046	<b>Residential Auxiliary Service (NEW)</b>		Base Charge	\$20.00	First 3 Billing kW (3 kW minimum)	\$1.50	Over 3 Billing kW	\$8.00	Energy Charge, per kWh	\$0.110659	<b>Residential - Prepaid</b>		Base Charge (per day)	\$0.493151	Energy Charge, per kWh	\$0.118046	<b>Residential—Time of Use</b>		Base Charge	\$16.50	On-Peak Energy Charge, Per kWh	\$0.219563	Off-Peak Energy Charge, per kWh	\$0.082933	<b>General Service</b>		Base Charge	\$20.00	First 3 Billing kW (3 kW minimum)	\$1.50	Over 3 Billing kW	\$8.00	Energy Charge, per kWh	\$0.110659	<b>General Service—Time of Use</b>		Base Charge	\$22.00	Metered kW	\$1.50	Billed On-Peak kW	\$18.50	Energy Charge, per kWh	\$0.059862	<b>Large Power—Standard</b>		Base Charge	\$55.00	Demand Charge, per kW	\$8.00	Energy Charge, per kWh	\$0.073020	<b>Large Power—Industrial</b>		Base Charge	\$400.00	Demand Charge, per kW	\$7.00	First 400 kWh/kW per Month	\$0.073135	Over 400 kWh/kW per Month	\$0.046746	<table> <tr> <td colspan="2"><b>Large Power—Time of Use</b></td> </tr> <tr> <td>Base Charge</td> <td style="text-align: right;">\$55.00</td> </tr> <tr> <td>On-peak kW</td> <td style="text-align: right;">\$20.00</td> </tr> <tr> <td>Off-Peak kW</td> <td style="text-align: right;">\$4.00</td> </tr> <tr> <td>Energy Charge, per kWh</td> <td style="text-align: right;">\$0.047046</td> </tr> <tr> <td colspan="2"><b>Irrigation—Standard</b></td> </tr> <tr> <td>Base Charge</td> <td style="text-align: right;">\$30.00</td> </tr> <tr> <td>April - October</td> <td></td> </tr> <tr> <td>    Demand Charge, per kW</td> <td style="text-align: right;">\$8.25</td> </tr> <tr> <td>    Energy Charge, per kWh</td> <td style="text-align: right;">\$0.082502</td> </tr> <tr> <td>November - March</td> <td></td> </tr> <tr> <td>    First 300 kWh/kW per Month</td> <td style="text-align: right;">\$0.108284</td> </tr> <tr> <td>    Over 300 kWh/kW per Month</td> <td style="text-align: right;">\$0.081198</td> </tr> <tr> <td colspan="2"><b>Irrigation—Load Factor</b></td> </tr> <tr> <td>Base Charge</td> <td style="text-align: right;">\$35.00</td> </tr> <tr> <td>Energy Charge, per kWh</td> <td style="text-align: right;">\$0.088131</td> </tr> <tr> <td colspan="2"><b>Irrigation—Daily Control</b></td> </tr> <tr> <td>Base Charge</td> <td style="text-align: right;">\$30.00</td> </tr> <tr> <td>Override kW</td> <td style="text-align: right;">\$20.00</td> </tr> <tr> <td>First 300 kWh/kW per Month</td> <td style="text-align: right;">\$0.105044</td> </tr> <tr> <td>Over 300 kWh/kW per Month</td> <td style="text-align: right;">\$0.077657</td> </tr> <tr> <td>kWh Discount for Reaching Top Block</td> <td style="text-align: right;">17.00%</td> </tr> <tr> <td colspan="2"><b>Irrigation—2 X Weekly Control</b></td> </tr> <tr> <td>Base Charge</td> <td style="text-align: right;">\$30.00</td> </tr> <tr> <td>Override kW</td> <td style="text-align: right;">\$20.00</td> </tr> <tr> <td>First 300 kWh/kW per Month</td> <td style="text-align: right;">\$0.105044</td> </tr> <tr> <td>Over 300 kWh/kW per Month</td> <td style="text-align: right;">\$0.077657</td> </tr> <tr> <td>kWh Discount for Reaching Top Block</td> <td style="text-align: right;">10.00%</td> </tr> <tr> <td colspan="2"><b>Irrigation—1 X Weekly Control</b></td> </tr> <tr> <td>Base Charge</td> <td style="text-align: right;">\$30.00</td> </tr> <tr> <td>Override kW</td> <td style="text-align: right;">\$20.00</td> </tr> <tr> <td>First 300 kWh/kW per Month</td> <td style="text-align: right;">\$0.105044</td> </tr> <tr> <td>Over 300 kWh/kW per Month</td> <td style="text-align: right;">\$0.077657</td> </tr> <tr> <td>kWh Discount for Reaching Top Block</td> <td style="text-align: right;">5.00%</td> </tr> </table>	<b>Large Power—Time of Use</b>		Base Charge	\$55.00	On-peak kW	\$20.00	Off-Peak kW	\$4.00	Energy Charge, per kWh	\$0.047046	<b>Irrigation—Standard</b>		Base Charge	\$30.00	April - October		Demand Charge, per kW	\$8.25	Energy Charge, per kWh	\$0.082502	November - March		First 300 kWh/kW per Month	\$0.108284	Over 300 kWh/kW per Month	\$0.081198	<b>Irrigation—Load Factor</b>		Base Charge	\$35.00	Energy Charge, per kWh	\$0.088131	<b>Irrigation—Daily Control</b>		Base Charge	\$30.00	Override kW	\$20.00	First 300 kWh/kW per Month	\$0.105044	Over 300 kWh/kW per Month	\$0.077657	kWh Discount for Reaching Top Block	17.00%	<b>Irrigation—2 X Weekly Control</b>		Base Charge	\$30.00	Override kW	\$20.00	First 300 kWh/kW per Month	\$0.105044	Over 300 kWh/kW per Month	\$0.077657	kWh Discount for Reaching Top Block	10.00%	<b>Irrigation—1 X Weekly Control</b>		Base Charge	\$30.00	Override kW	\$20.00	First 300 kWh/kW per Month	\$0.105044	Over 300 kWh/kW per Month	\$0.077657	kWh Discount for Reaching Top Block	5.00%
<b>Residential—Standard</b>																																																																																																																																									
Base Charge	\$15.00																																																																																																																																								
All kWh	\$0.118046																																																																																																																																								
<b>Residential Auxiliary Service (NEW)</b>																																																																																																																																									
Base Charge	\$20.00																																																																																																																																								
First 3 Billing kW (3 kW minimum)	\$1.50																																																																																																																																								
Over 3 Billing kW	\$8.00																																																																																																																																								
Energy Charge, per kWh	\$0.110659																																																																																																																																								
<b>Residential - Prepaid</b>																																																																																																																																									
Base Charge (per day)	\$0.493151																																																																																																																																								
Energy Charge, per kWh	\$0.118046																																																																																																																																								
<b>Residential—Time of Use</b>																																																																																																																																									
Base Charge	\$16.50																																																																																																																																								
On-Peak Energy Charge, Per kWh	\$0.219563																																																																																																																																								
Off-Peak Energy Charge, per kWh	\$0.082933																																																																																																																																								
<b>General Service</b>																																																																																																																																									
Base Charge	\$20.00																																																																																																																																								
First 3 Billing kW (3 kW minimum)	\$1.50																																																																																																																																								
Over 3 Billing kW	\$8.00																																																																																																																																								
Energy Charge, per kWh	\$0.110659																																																																																																																																								
<b>General Service—Time of Use</b>																																																																																																																																									
Base Charge	\$22.00																																																																																																																																								
Metered kW	\$1.50																																																																																																																																								
Billed On-Peak kW	\$18.50																																																																																																																																								
Energy Charge, per kWh	\$0.059862																																																																																																																																								
<b>Large Power—Standard</b>																																																																																																																																									
Base Charge	\$55.00																																																																																																																																								
Demand Charge, per kW	\$8.00																																																																																																																																								
Energy Charge, per kWh	\$0.073020																																																																																																																																								
<b>Large Power—Industrial</b>																																																																																																																																									
Base Charge	\$400.00																																																																																																																																								
Demand Charge, per kW	\$7.00																																																																																																																																								
First 400 kWh/kW per Month	\$0.073135																																																																																																																																								
Over 400 kWh/kW per Month	\$0.046746																																																																																																																																								
<b>Large Power—Time of Use</b>																																																																																																																																									
Base Charge	\$55.00																																																																																																																																								
On-peak kW	\$20.00																																																																																																																																								
Off-Peak kW	\$4.00																																																																																																																																								
Energy Charge, per kWh	\$0.047046																																																																																																																																								
<b>Irrigation—Standard</b>																																																																																																																																									
Base Charge	\$30.00																																																																																																																																								
April - October																																																																																																																																									
Demand Charge, per kW	\$8.25																																																																																																																																								
Energy Charge, per kWh	\$0.082502																																																																																																																																								
November - March																																																																																																																																									
First 300 kWh/kW per Month	\$0.108284																																																																																																																																								
Over 300 kWh/kW per Month	\$0.081198																																																																																																																																								
<b>Irrigation—Load Factor</b>																																																																																																																																									
Base Charge	\$35.00																																																																																																																																								
Energy Charge, per kWh	\$0.088131																																																																																																																																								
<b>Irrigation—Daily Control</b>																																																																																																																																									
Base Charge	\$30.00																																																																																																																																								
Override kW	\$20.00																																																																																																																																								
First 300 kWh/kW per Month	\$0.105044																																																																																																																																								
Over 300 kWh/kW per Month	\$0.077657																																																																																																																																								
kWh Discount for Reaching Top Block	17.00%																																																																																																																																								
<b>Irrigation—2 X Weekly Control</b>																																																																																																																																									
Base Charge	\$30.00																																																																																																																																								
Override kW	\$20.00																																																																																																																																								
First 300 kWh/kW per Month	\$0.105044																																																																																																																																								
Over 300 kWh/kW per Month	\$0.077657																																																																																																																																								
kWh Discount for Reaching Top Block	10.00%																																																																																																																																								
<b>Irrigation—1 X Weekly Control</b>																																																																																																																																									
Base Charge	\$30.00																																																																																																																																								
Override kW	\$20.00																																																																																																																																								
First 300 kWh/kW per Month	\$0.105044																																																																																																																																								
Over 300 kWh/kW per Month	\$0.077657																																																																																																																																								
kWh Discount for Reaching Top Block	5.00%																																																																																																																																								

<b>Irrigation—Daily Control/Large</b>	
Base Charge	\$30.00
Demand Charge, per kW	\$20.00
Energy Charge, per kWh	\$0.081728
<b>Unmetered</b>	
Base Charge	\$24.50
Energy Charge, per kWh	\$0.096735

The rates listed below have pre-approved incremental price changes to be phased in over four years.

Please note that as the Base Charge increases the kWh charge decreases, so the impact on the average customer will be minimal after Phase 1.

Effective on:	Phase 1 Nov, 1 2016	Phase 2 Nov 1, 2017	Phase 3 Nov 1, 2018	Phase 4 Nov, 1 2019
<b>Residential—Standard</b>				
Base Charge	\$15.00	\$18.00	\$22.00	\$25.00
All KWh	\$0.118046	\$0.113581	\$0.107628	\$0.103163
<b>Residential Auxiliary Service (NEW)</b>				
Base Charge	\$20.00	\$23.00	\$25.00	\$25.00
First 3 Billing kW (3 kW minimum)	\$1.50	\$2.50	\$3.50	\$3.50
Over 3 Billing kW	\$8.00	\$9.00	\$10.00	\$10.00
Energy Charge, per kWh	\$0.110659	\$0.100991	\$0.092420	\$0.092420
<b>Residential - Prepaid</b>				
Base Charge (per day)	\$0.493151	\$0.591781	\$0.723288	\$0.821918
Energy Charge, per kWh	\$0.118046	\$0.113581	\$0.107628	\$0.103163
<b>Residential—Time of Use</b>				
Base Charge	\$16.50	\$19.50	\$23.50	\$26.50
On-Peak Energy Charge, Per kWh	\$0.219563	\$0.214903	\$0.208809	\$0.204083
Off-Peak Energy Charge, per kWh	\$0.082933	\$0.078273	\$0.072179	\$0.067453
<b>General Service</b>				
Base Charge	\$20.00	\$23.00	\$25.00	\$25.00
First 3 Billing kW (3 kW minimum)	\$1.50	\$2.50	\$3.50	\$3.50
Over 3 Billing kW	\$8.00	\$9.00	\$10.00	\$10.00
Energy Charge, per kWh	\$0.110659	\$0.100991	\$0.092420	\$0.092420
<b>General Service—Time of Use</b>				
Base Charge	\$22.00	\$25.00	\$27.00	\$27.00
Metered kW	\$1.50	\$2.50	\$3.50	\$3.50
Billed On-Peak kW	\$18.50	\$18.50	\$18.50	\$18.50
Energy Charge, per kWh	\$0.059862	\$0.050194	\$0.041623	\$0.041623

Questions regarding the new rates and charges should be directed to SSVEC during normal business hours (Monday-Friday, 8 AM to 5 PM) at one of SSVEC's office locations or by calling (520) 458-4691.