ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

T

E-01933A
TUCSON ELECTRIC POWER COMPANY
Attention: Karen Kissinger, Vice President, Controller and Chief Compliance Officer
Post Office Box 711, Mail Stop OH-203
Tucson, AZ 85702

ANNUAL REPORT

FOR YEAR ENDING

12	31	2006

FOR COMMISSION USE

ANN 01	06

PROCESSED BY:
4-17-07

SCANNED

COMPANY INFORMATION

Company Name (Business Name) Tucson Electric Power Co.

Mailing Address P.O. Box 711, Mail Stop OH-120
(Street)

Tucson (City) Arizona (State) 85702 (Zip)

520-571-4000 Telephone No. (Include Area Code) 520-571-4160 Fax No. (Include Area Code) N/A Pager/Cell No. (Include Area Code)

Email Address dsabers@tep.com or kkissinger@tep.com

Local Office Mailing Address P.O. Box 711, Mail Stop OH-120
(Street)

Tucson (City) Arizona (State) 85702 (Zip)

520-571-4000 Local Office Telephone No. (Include Area Code) 520-571-4160 Fax No. (Include Area Code) N/A Pager/Cell No. (Include Area Code)

Email Address dsabers@tep.com or kkissinger@tep.com

MANAGEMENT INFORMATION

Management Contact: David Couture (Name) Director of Regulatory Services (Title)

One South Church Avenue, Mail Stop UE-201 (Street) Tucson (City) Arizona (State) 85701 (Zip)

520-884-3752 Telephone No. (Include Area Code) 520-884-3601 Fax No. (Include Area Code) 520-904-1973 Pager/Cell No. (Include Area Code)

Email Address dcouture@tep.com

On Site Manager: Toby Voge (Name)

One South Church Avenue, Mail Stop UE-205 (Street) Tucson (City) Arizona (State) 85701 (Zip)

520-884-3734 Telephone No. (Include Area Code) 520-884-3601 Fax No. (Include Area Code) N/A Pager/Cell No. (Include Area Code)

Email Address tvoge@tep.com

[X] **Please mark this box if the above address(es) have changed or are updated since the last filing.**

Statutory Agent: Diana K. Durako
(Name)

One South Church Avenue, Mail Stop UE-201 | Tucson | Arizona | 85701
(Street) | (City) | (State) | (Zip)

520-884-3652 | 520-884-3601 | N/A
Telephone No. (Include Area Code) | Fax No. (Include Area Code | Pager/Cell No. (Include Area Code)

Attorney: Michelle Livengood
(Name)

One South Church Avenue, Mail Stop UE-201 | Tucson | Arizona | 85701
(Street) | (City) | (State) | (Zip)

520-884-3664 | 520-884-3601 | N/A
Telephone No. (Include Area Code) | Fax No. (Include Area Code) | Pager/Cell No. (Include Area Code)

☒ **Please mark this box if the above address(es) have changed or are updated since the last filing.**

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- ☐ **Sole Proprietor (S)**
- ☒ **C Corporation (C) (Other than Association/Co-op)**
- ☐ **Partnership (P)**
- ☐ **Subchapter S Corporation (Z)**
- ☐ **Bankruptcy (B)**
- ☐ **Association/Co-op (A)**
- ☐ **Receivership (R)**
- ☐ **Limited Liability Company**
- ☐ **Other (Describe)**_____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ **APACHE**	☒ **COCHISE**	☐ **COCONINO**
☐ **GILA**	☐ **GRAHAM**	☐ **GREENLEE**
☐ **LA PAZ**	☐ **MARICOPA**	☐ **MOHAVE**
☐ **NAVAJO**	☒ **PIMA**	☐ **PINAL**
☐ **SANTA CRUZ**	☐ **YAVAPAI**	☐ **YUMA**
☐ **STATEWIDE**		

SERVICES AUTHORIZED TO PROVIDE

Check the following box/es for the services that you are authorized to provide:

☒ **Electric**

- ☒ Investor Owned Electric
- ☐ Rural Electric Cooperative
- ☐ Utility Distribution Company
- ☐ Electric Service Provider
  - ☐ Transmission Service Provider
  - ☐ Meter Service Provider
  - ☐ Meter Reading Service Provider
  - ☐ Billing and Collection
  - ☐ Ancillary Services
  - ☐ Generation Provider
  - ☐ Aggregator/Broker

☐ **Telecommunications**

- ☐ Incumbent Local Exchange Carrier
- ☐ Interexchange Carrier
- ☐ Competitive Local Exchange Carrier
- ☐ Reseller
- ☐ Alternative Operator Service Provider

☐ **Gas**

- ☐ Natural Gas
- ☐ Propane

☐ **Other** (Specify)_____

_____

STATISTICAL INFORMATION

TELECOMMUNICATION UTILITIES ONLY

Total residential access lines _____

Total business access lines _____

Total revenue from Arizona operations $_____

Total income from Arizona operations $_____

Value of assets used to serve Arizona customers $_____

Accumulated depreciation associated with those assets $_____

STATISTICAL INFORMATION (CONT'D)

ELECTRIC UTILITY PROVIDERS ONLY

Total number of customers (at 12/31/2006)	392,477	
Residential	357,646	
Commercial	34,063	
Industrial	666	
Public street and highway lighting	26	
Municipal – other than public street & highway lighting	35	
Irrigation	41	
Total kilowatt-hours sold	9,201,419,165	kWh
Residential	3,778,368,905	
Commercial	1,943,261,402	
Industrial	3,203,141,700	
Public street and highway lighting	35,508,056	
Municipal – other than public street & highway lighting	225,259,044	
Irrigation	15,880,058	
Maximum Peak Load	2,365	MW

GAS UTILITIES ONLY

Total number of customers _____
- Residential _____
- Commercial _____
- Industrial _____
- Irrigation _____
- Public Authority _____
- Negotiated Sales Program/Transportation Service _____
- Transportation Only Service _____

Total therms sold _____ therms
- Residential _____
- Commercial _____
- Industrial _____
- Irrigation _____
- Public Authority _____
- Negotiated Sales Program/Transportation Service _____
- Transportation Only Service _____

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

VERIFICATION

STATE OF Arizona	COUNTY OF (COUNTY NAME): Pima
I, THE UNDERSIGNED	NAME (OWNER OR OFFICIAL) TITLE: Karen G. Kissinger, VP, Controller & CCO
OF THE	COMPANY NAME: Tucson Electric Power Co.

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING	MONTH	DAY	YEAR
	12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2006 WAS:

Arizona Intrastate Gross Operating Revenues Only ($)

$ 850,111,531

(THE AMOUNT IN BOX ABOVE INCLUDES $ 64,724,545 SALES AND FRANCHISE TAXES BILLED, OR COLLECTED)

**REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

Karen G. Kissinger
SIGNATURE OF OWNER OR OFFICIAL

520-745-3122
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF Pima

THIS 11th DAY OF April 2007

(SEAL)

Cheryl T. Gottshall
SIGNATURE OF NOTARY PUBLIC

Notary Public State of Arizona
Pima County
Cheryl T Gottshall
My Commission Expires
06/30/2010

MY COMMISSION EXPIRES 06/30/2010

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY

STATE OF ARIZONA	COUNTY OF (COUNTY NAME) Pima	
I, THE UNDERSIGNED	NAME (OWNER OR OFFICIAL) Karen G. Kissinger	TITLE VP, Controller & CCO
OF THE	COMPANY NAME Tucson Electric Power Co.	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

	MONTH	DAY	YEAR
FOR THE YEAR ENDING	12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2006 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

$ 372,138,474

(THE AMOUNT IN BOX AT LEFT INCLUDES $ 28,678,926 IN SALES AND FRANCHISE TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED.

X Karen G. Kissinger
SIGNATURE OF OWNER OR OFFICIAL

520-745-3122
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 11th DAY OF

(SEAL)

MY COMMISSION EXPIRES 06/30/2010

NOTARY PUBLIC NAME Cheryl T. Gottshall	
COUNTY NAME Pima	
MONTH April	2007

X Cheryl T. Gottshall
SIGNATURE OF NOTARY PUBLIC

Notary Public State of Arizona
Pima County
Cheryl T Gottshall
My Commission Expires
06/30/2010

FINANCIAL INFORMATION

Attach to this annual report a copy of the companies' year-end (Calendar Year 2006) financial statements. If you do not compile these reports, the Utilities Division will supply you with blank financial statements for completion and filing. **ALL INFORMATION MUST BE ARIZONA-SPECIFIC AND REFLECT OPERATING RESULTS IN ARIZONA.**

See attached 10k.