



ARIZONA CORPORATION COMMISSION

FOR IMMEDIATE RELEASE: July 17, 2013

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Commission approves TEP Purchase of Power from Red Horse Wind Facility

PHOENIX, AZ -- The Corporation Commission voted today to approve a renewable energy power purchase agreement (PPA) between Tucson Electric Power Company (TEP) and Red Horse Wind 2, LLC.

The 20-year agreement, beginning in December 2014, grants TEP permission to purchase wind and solar energy, along with the associated renewable energy credits, from Red Horse Wind. This PPA would allow TEP to obtain 51 megawatts of wind energy and three megawatts of solar energy, a majority of the output of the Red Horse Wind Facility.

This agreement will fulfill around 1.5% of the total 15% Renewal Energy Requirements outlined in the Renewable Energy Standard and Tariff rules and provide ratepayers with a reasonably priced energy source in the future.

“Protecting ratepayers means procuring the cheapest and cleanest energy available,” **said Chairman Bob Stump.** “I commend Tucson Electric Power for pursuing this project.”

“TEP’s new project is a great opportunity for TEP customers to utilize renewable energy sources that are cost effective,” **said Commissioner Susan Bitter Smith.**

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