



ADJUSTMENT SCHEDULE EIS ENVIRONMENTAL IMPROVEMENT SURCHARGE

APPLICATION

The Environmental Improvement Surcharge (EIS) will be applied monthly to all Customer bills, except for those Customers served under Rate Schedule E-36 XL and AG-X.

DESCRIPTION

The EIS adjustment recovers costs associated with investment and expenses for environmental improvements at the Company's generation facilities that the Arizona Corporation Commission (Commission) has approved and the Company is not already recovering in base rates. Ongoing environmental improvement projects designed to comply with upcoming environmental standards required by federal, state, tribal, or local laws or regulations are also approved for recovery.

CHARGES

The charge will be calculated at the following rate:

EIS Adjustment Charge	\$0.000329	per kWh
-----------------------	------------	---------

SERVICE DETAILS

1. The EIS adjustment charge will be calculated annually and will go into effect with the first billing cycle in April (without proration) and will remain in effect for the following 12-month period unless otherwise ordered by the Commission.
2. All terms and charges in the customer's rate schedule, other than those specifically included here, continue to apply to electric service provided under this rider.