UNS Gas, Inc.

First Revised Sheet No.: 101 Superseding Original Sheet No.: 101

Residential Gas Service

AVAILABILITY

UniSourceEnergy

SERVICES

In all territories served by Company at all points where facilities for gas service are available to the premise served.

APPLICABILITY

Subject to availability, at point of delivery, to residential gas service in individual residences and individually metered apartments when all service is metered through one meter.

RATE

A monthly net bill at the following rate plus any adjustments incorporated herein:

	With LFCR	Without LFCR
Minimum Customer Charge per month @	\$10.00	\$11.50
Delivery Charge per therm @	\$0.3434	\$0.3434

Cost of Natural Gas Charge ("CNGC"): This charge recovers the cost of natural gas purchased by UNS Gas on behalf of its customer. The CNGC shall be subject to increases or decreases by the amount of the purchased gas adjustment for the billing month computed in accordance with the provisions of Rider R-1.

OPT-OUT OF LOST FIXED COST RECOVERY ("LFCR") MECHANISM - RIDER 6

For those customers who choose not to participate in the recovery of lost revenues associated with the promotion of energy efficiency a special Customer Charge will apply and the volumetric LFCR will not be included on their bill. All other customers will pay the lower monthly Customer Charge and the volumetric LFCR. Customers can choose to opt-out only once in a calendar year. Once they choose to opt-out they must pay the higher Customer Charge for a full 12-months. (This 12-month requirement will be waived for the first twelve months following the effective date of the first LFCR adjustment. During the first twelve months the LFCR is in effect, the customer may request to switch between opting-out and not opting-out of the LFCR mechanism once every three months at a time. At the end of this twelve month waiver period, the customer will not be able to switch again until an additional twelve months have transpired. This waiver will expire twelve months after the effective date of the first LFCR adjustment which is anticipated to occur on or around July 1, 2013.)

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.

RULES AND REGULATIONS

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

Filed By:Dallas J. DukesTitle:Senior Director Pricing & Customer AnalyticsDistrict:Entire UNS Gas Service Area

Rate:GRRESEffective:May 1, 2012Decision No.:73142