



**FOR IMMEDIATE RELEASE:**

St. John's, NL (August 16, 2016):

**Tucson Electric Power Company (TEP) Rate Case Progresses;  
Reaches Settlement Agreement on Revenue Requirement**

Tucson Electric Power Company (“TEP”), a subsidiary of Fortis Inc. (“Fortis” or the “Corporation”) (TSX:FIS), today reached a settlement agreement with several parties regarding TEP’s revenue requirement in its rate case proceeding pending before the Arizona Corporation Commission (“ACC”). The agreement is available on the ACC’s website at [azcc.gov](http://azcc.gov). TEP also filed Form 8K with the United States Securities and Exchange Commission respecting the settlement agreement; a copy can be found at [sec.gov](http://sec.gov) or at [uns.com](http://uns.com).

An ACC Administrative Law Judge will issue a recommended opinion and order following the conclusion of planned hearings. That recommendation is then subject to review and approval by the ACC before new rates can become effective.

**About Fortis**

Fortis is a leader in the North American electric and gas utility business, with total assets of approximately CAD\$29 billion and fiscal 2015 revenue of CAD\$6.7 billion. The Corporation's asset mix is approximately 94% regulated (69% electric, 25% gas), with the remaining 6% comprised of non-regulated energy infrastructure. The Corporation's regulated utilities serve more than 3 million customers across Canada, the United States and the Caribbean.

Fortis shares are listed on the TSX and trade under the symbol FIS. Additional information can be accessed at [www.fortisinc.com](http://www.fortisinc.com), [www.sedar.com](http://www.sedar.com), or [www.sec.gov](http://www.sec.gov).

**About Tucson Electric Power**

Tucson Electric Power provides safe, reliable electric service to approximately 417,000 customers in Southern Arizona. For more information, visit [tep.com](http://tep.com). TEP and its parent company, UNS Energy, are subsidiaries of Fortis Inc. To learn more, visit [fortisinc.com](http://fortisinc.com).

**Investor Enquiries:**

Ms. Janet Craig  
Vice President, Investor Relations  
Fortis Inc.  
709.737.2863

**Media Enquiries:**

Ms. Karen McCarthy  
Director, Communications and Corporate Affairs  
Fortis Inc.  
709.737.5323