



Arizona Corporation Commission  
BEFORE THE ARIZONA CORPORATION COMMISSION  
**DOCKETED**

JAN 11 2001

- 2 WILLIAM A. MUNDELL  
Chairman
- 3 JIM IRVIN  
Commissioner
- 4 MARC SPITZER  
Commissioner

DOCKETED BY	<i>sd</i>
-------------	-----------

5 IN THE MATTER OF ARIZONA PUBLIC ) DOCKET NO. E-01345A-00-1028  
 6 SERVICE COMPANY - APPLICATION TO )  
 7 AMEND AN ELECTRIC SERVICE ) DECISION NO. 63307  
 8 AGREEMENT WITH PHELPS DODGE )  
 BAGDAD, INC. ) ORDER

9 Open Meeting  
 January 9 and 10, 2001  
 10 Phoenix, Arizona

11 BY THE COMMISSION:

FINDINGS OF FACT

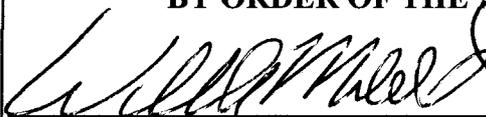
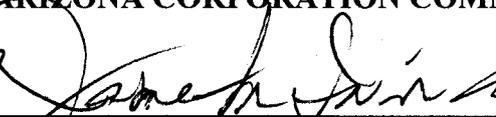
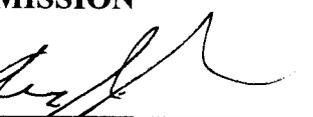
- 13 1. Arizona Public Service Company ("APS") is certificated to provide electric service as  
 14 a public service corporation in the State of Arizona.
- 15 2. On December 15, 2000, APS filed an application to amend an electric service  
 16 agreement with Phelps Dodge Bagdad, Inc. ("Bagdad"). A redacted version of the amendment was  
 17 filed in Docket Control. A complete version of the amendment was filed confidentially with Staff.
- 18 3. The original agreement was entered into on June 1, 1971. The agreement has been  
 19 amended many times over the years. The most recent amendment was approved by the Commission  
 20 on April 1, 1999 (Decision No. 61621). The agreement provides for APS to supply electricity to  
 21 Bagdad for its copper mining operations.
- 22 4. The proposed amendment would allow APS to request Bagdad to interrupt power for  
 23 any reason, although Bagdad would be under no obligation to accept the interruption. Approximately  
 24 50 MW would be available for interruption on one-hour notice. The actual amount of interrupted  
 25 energy would be agreed upon by the parties at the time Bagdad agrees to be interrupted. There would  
 26 be a minimum of four hours for each interruption, but there would be no maximum number of hours.  
 27 APS would pay Bagdad a specific payment amount per MWh for all power interrupted.  
 28 ...



1 IT IS FURTHER ORDERED that approval of the agreement at this time does not guarantee  
2 any future ratemaking treatment of the agreement with Bagdad.

3 IT IS FURTHER ORDERED that this Decision shall become effective immediately.

4  
5 **BY ORDER OF THE ARIZONA CORPORATION COMMISSION**

6   
7 CHAIRMAN  COMMISSIONER  COMMISSIONER

8 IN WITNESS WHEREOF, I, BRIAN C. McNEIL,  
9 Executive Secretary of the Arizona Corporation  
10 Commission, have hereunto, set my hand and caused the  
11 official seal of this Commission to be affixed at the Capitol,  
12 in the City of Phoenix, this 1<sup>st</sup> day of January, 2001.

13   
14 BRIAN C. McNEIL  
15 Executive Secretary

16 DISSENT: \_\_\_\_\_

17 DRS:BEK:lhk

18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28

1 SERVICE LIST FOR: Arizona Public Service Company  
2 DOCKET NO. E-01345A-00-1028

3 Ms. Jana Van Ness  
4 Manager, State Regulations  
5 Arizona Public Service Company  
6 Mail Station 9905  
7 Post Office Box 53999  
8 Phoenix, Arizona 85072

9 Ms. Lyn Farmer  
10 Chief Counsel  
11 Arizona Corporation Commission  
12 1200 West Washington  
13 Phoenix, Arizona 85007

14 Ms. Deborah Scott  
15 Director, Utilities Division  
16 Arizona Corporation Commission  
17 1200 West Washington  
18 Phoenix, Arizona 85007

19  
20  
21  
22  
23  
24  
25  
26  
27  
28