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BEFORE THE ARIZONA CORPORATION COMM

COMMISSIONERS

- MIKE GLEASON, Chairman
- WILLIAM MUNDELL
- JEFF HATCH-MILLER
- KRISTIN K. MAYES
- GARY PIERCE

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AZ CORP COMMISSION  
DOCKET CONTROL

Arizona Corporation Commission

DOCKETED

JUL 30 2007

DOCKETED BY	
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IN THE MATTER OF THE APPLICATION  
OF ARIZONA PUBLIC SERVICE COMPANY  
FOR A HEARING TO DETERMINE THE FAIR  
VALUE OF THE UTILITY PROPERTY OF THE  
COMPANY FOR RATEMAKING PURPOSES,  
TO FIX A JUST AND REASONABLE RATE OF  
RETURN THEREON, TO APPROVE RATE  
SCHEDULES DESIGNED TO DEVELOP SUCH  
RETURN, AND TO AMEND DECISION NO. 67744

E-01345A-05-0816  
DOCKET NO. E-01345A-05-0826  
E-01345A-05-0827  
NOTIFICATION OF  
ERROR IN COMPLIANCE  
RATES FILED BY APS

Federal Executive Agencies (FEA), by and through the undersigned attorney, comes to the Commission in the above-captioned matter to highlight an error in the Compliance Rates filed by APS on June 29, 2007. Specifically, FEA believes the rates as filed do not correctly incorporate the Commission's order in Decision 69663 regarding the voltage discounts approved in this matter.

In Decision 69663 on page 75, the Commission adopted the voltage discounts proposed by FEA. Specifically, the Commission adopted a discount of \$4.72/kW for transmission customers, \$4.04/kW for customers served from a primary substation, and \$0.79 for customers served from primary lines.

In the final rates filed by APS on June 29, 2007, the Company did not implement the voltage discounts as ordered by the Commission. Instead, the rates filed by the company

1 implement a voltage discount of \$4.72/kW for transmission customers, \$3.53/kW for  
2 customers served from a primary substation, and \$0.79 for customers.

3  
4 Given the disparity between the discounts approved by the Commission and the discounts  
5 submitted by the company, FEA respectfully requests the Commission disapprove the  
6 rates filed by the company on June 29, 2007, and order the company to implement the  
7 discounts approved in Decision 69963.

8  
9 RESPECTFULLY SUBMITTED this 27th day of July 2007.

10  
11 FEDERAL EXECUTIVE AGENCIES

12  
13  
14 By: Karen S White

15 KAREN S. WHITE, Lt Col, USAF  
16 (AZ Bar No. 016820)  
17 Chief, Air Force Utility Litigation Team  
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21

22 Original and thirteen (13) copies of the  
23 Foregoing filed this 27<sup>th</sup> day of  
24 July 2007 with:

25  
26 Docket Control Division  
27 Arizona Corporation Commission  
28 1200 West Washington Street  
29 Phoenix, Arizona 85007  
30  
31

A copy of the foregoing was mailed this  
27<sup>th</sup> day of July 2007 to:

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