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BEFORE THE ARIZONA CORPORATION COMMISSION

DOCKETED

WILLIAM A. MUNDELL  
CHAIRMAN  
JIM IRVIN  
COMMISSIONER  
MARC SPITZER  
COMMISSIONER

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DOCKETED BY [Signature]

AZ CORP COMMISSION  
DOCKET CONTROL

IN THE MATTER OF THE APPLICATION OF  
THE ARIZONA ELECTRIC DIVISION OF  
CITIZENS COMMUNICATIONS COMPANY TO  
CHANGE THE CURRENT PURCHASED POWER  
AND FUEL ADJUSTMENT CLAUSE RATE, TO  
ESTABLISH A NEW PURCHASED POWER AND  
FUEL ADJUSTMENT CLAUSE BANK, AND TO  
REQUEST APPROVED GUIDELINES FOR THE  
RECOVERY OF COSTS INCURRED IN  
CONNECTION WITH ENERGY RISK  
MANAGEMENT INITIATIVES.

DOCKET NO. E-01032C-00-0751

**PROCEDURAL ORDER**

**BY THE COMMISSION:**

On September 28, 2000, the Arizona Electric Division of Citizens Communications Company ("CCC") filed with the Arizona Corporation Commission ("Commission") an application to change the current purchased power and fuel adjustment clause rate ("PPFAC"), to establish a new PPFAC bank, and to begin accruing carrying charges and to request approved guidelines for the recovery of costs incurred in connection with energy risk management initiatives ("Application").

On September 19 and 26, 2001, CUC filed amendments to its Application, requesting authorization to change the current PPFAC to recover the approximate \$87 million under-collected bank balance and the incremental cost of generation as reflected in a new contract with Pinnacle West Capital Corporation, the parent of Arizona Public Service ("APS"); to begin accruing carrying charges on the accumulated balance of power supply costs; and to amortize the current PPFAC bank balance over a longer period than a twelve month recovery period. ("Amended Application").

By Procedural Order issued on November 15, 2001, the matter was set for hearing to commence on March 4, 2002, with public comment sessions to be set in a subsequent Procedural Order. Accordingly, we set the following public comment sessions to be held in Nogales, Kingman, and Lake Havasu, Arizona.

IT IS THEREFORE ORDERED that public comment sessions will be held on **February 19,**

1 **2002** beginning at 6:00 p.m at Nogales City Hall, 1018 Grand Avenue, Nogales, Arizona; **February**  
2 **28, 2002** at 6:00 p.m. at the Board of Supervisors Meeting Room, 809 E. Beale Street, Kingman,  
3 Arizona; and **March 1, 2002** at 10:00 a.m. at the Mohave County Library, 1770 N. McCulloch, Lake  
4 Havasu, Arizona.

5 IT IS FURTHER ORDERED that the Presiding Officer may rescind, alter, amend or waive  
6 any portion of this Procedural Order either by subsequent Procedural Order or by ruling at hearing.

7 DATED this 6<sup>th</sup> day of December, 2001.

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9   
10 LYN FARMER  
11 CHIEF ADMINISTRATIVE LAW JUDGE

12  
13 Copies of the foregoing mailed/delivered  
14 this 6<sup>th</sup> day of December, 2001 to:

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9 By:

  
Molly Johnson  
Secretary to Lyn Farmer

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