

ORIGINAL

THIS AMENDMENT:		 0000105801
Passed _____	Passed as amended by _____	
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2009 DEC -4 P 3:10

AZ CORP COMMISSION DOCKET CONTROL
PIERCE PROPOSED AMENDMENT # 7
 DATE PREPARED: December 4, 2009

Arizona Corporation Commission
DOCKETED
 DEC - 4 2009

COMPANY: Arizona Public Service Company

DOCKET NOS: E-01345A-08-0172

OPEN MEETING DATES: December 7-9, 2009

AGENDA ITEM: U-2

DOCKETED BY	<i>MM</i>
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Page 43, Line 2

INSERT the following:

Renewable Energy

The Commission is happy with APS' commitment to obtain 10% of its energy via renewable resources by December 31, 2015. The Commission notes that APS has *voluntarily* offered to issue new requests for proposals ("RFP") and file applications to approve an in-state wind project and a utility scale photovoltaic project through the provisions of 15.2 and 15.3 of the Settlement Agreement. The Commission wishes to stress that neither the approval of this settlement agreement nor the potential subsequent approval of the application for either project will alleviate APS' responsibility to acquire energy resources for its customers in a prudent, cost-effective manner.

Moreover, in order to ensure the acquisition of a new in-state wind resource is cost-effective, APS shall expand the scope of its wind RFP to also allow proposals from potential out-of-state wind projects. This will enable APS and the Commission to verify that any in-state wind project that is approved is cost-competitive and good for ratepayers."

Page 53, Line 27

INSERT after "approved":

"except that the new in-state wind RFP required by paragraph 15.2 of the Settlement Agreement shall also allow proposals from potential out-of-state wind projects."

Page 55, Line 1

INSERT:

“IT IS FURTHER ORDERED that the scope of APS’ new in-state wind RFP shall be broadened to also allow proposals from potential out-of-state wind projects.”

Conforming changes.