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ARIZONA CORPORATION COMMISSION
DOCKET CONTROL

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January 4, 2010

Arizona Corporation Commission
DOCKETED

JAN - 4 2010

HAND DELIVERED

Docket Control
Arizona Corporation Commission
1200 W. Washington St.
Phoenix, AZ 85007

DOCKETED BY

Re: *Affidavit of Mailing; AEPCO Rate Application; Docket No. E-01773A-09-0472*

Dear Sir or Madam:

Pursuant to the requirements of the November 23, 2009 Procedural Order (page 6, ll. 24-25), enclosed are the original and 13 copies of an Affidavit of Mailing confirming mailing of the Notice of Hearing to each of AEPCO's members on December 21, 2009.

Very truly yours,

GALLAGHER & KENNEDY, P.A.

By:

Michael M. Grant

MMG/plp
10421-59/2325696
Enclosures

cc (w/enclosure):
Janice Alward, Chief Counsel, Legal Division
Nancy Scott, Utilities Division
Barbara Keene, Utilities Division
Mike Curtis, Bill Sullivan and Larry Udall, Attorneys for MEC
Brad Carroll, Attorneys for SSVEC
Russ Jones, Attorneys for Trico
Mike Patten and Tim Sabo, Attorneys for Trico
Vincent Nitido and Karen Cathers, Trico

Original and 13 copies filed with Docket Control this 4th day of January, 2010.



Arizona Electric Power Cooperative, Inc.

RECEIVED

DEC 23 2009

GALLAGHER & KENNEDY

P.O. Box 670 • Benson, Arizona 85602-0670 • Phone 520-586-3631

Affidavit of Mailing

I, Cheryl Trujillo, Administrative Assistant, employed by Arizona Electric Power Cooperative, Inc., certify that on December 21, 2009, I caused to be deposited in the United States mail, postage pre-paid, the attached Notice addressed to the following:

Ms. Gloria Britton
General Manager
Anza Electric Cooperative, Inc.
P.O. Box 391909
Anza, California 92539

Mr. Jack Shilling
Chief Executive Officer
Duncan Valley Electric Cooperative, Inc.
P.O. Box 440
Duncan, Arizona 85534

Mr. Steve Lines
General Manager
Graham County Electric Cooperative, Inc.
P.O. Drawer B
Pima, Arizona 85543

Mr. Robert Broz
Chief Executive Officer
Mohave Electric Cooperative, Inc.
P.O. Box 1045
Bullhead City, Arizona 86430

Mr. Creden Huber
Chief Executive Officer
Sulphur Springs Valley Electric
Cooperative, Inc.
311 E. Wilcox Dr.
Sierra Vista, Arizona 85635-2527

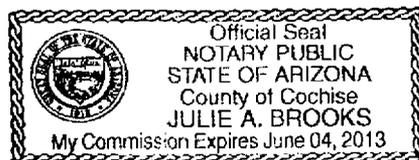
Mr. Vincent Nitido
CEO/General Manager
Trico Electric Cooperative, Inc.
P.O. Box 930
Marana, Arizona 85653

Mr. Tom Husted
General Manager
Valley Electric Association
P.O. Box 237
Pahrump, Nevada 89041

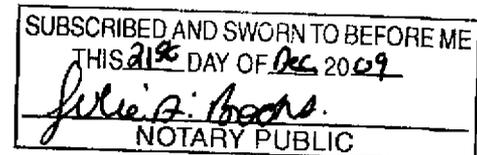
Mr. Richard H. Silverman
General Manager
Salt River Project
P.O. Box 52025
Phoenix, Arizona 85072-2025

STATE OF Arizona
COUNTY OF Cochise


Cheryl Trujillo



Notary



**PUBLIC NOTICE OF HEARING ON THE
RATE APPLICATION OF
ARIZONA ELECTRIC POWER COOPERATIVE, INC.**

DOCKET NO. E-01773A-09-0472

The Arizona Electric Power Cooperative, Inc. ("AEP" or "Cooperative") serves the power needs of four Class A all-requirements members ("ARMs") comprised of Anza Electric Cooperative, Inc., Trico Electric Cooperative, Inc., Duncan Valley Electric Cooperative, Inc. and Graham County Electric Cooperative, Inc. and two Class A partial-requirements members ("PRMs") comprised of Mohave Electric Cooperative, Inc. and Sulphur Springs Valley Electric Cooperative, Inc. AEP also provides power to various other classes of customers.

On October 1, 2009, AEP filed an application with the Arizona Corporation Commission ("Commission") for an overall rate increase of 2.41 percent, a Debt Service Coverage ratio of 1.35 and operating income of approximately \$3.4 million. AEP's application calls for a decrease of 2.83 percent for the ARM rates and a 5.39 percent increase in PRM rates. The impact of AEP's proposed wholesale rates on the retail consumer is difficult to estimate because AEP's members have different retail rate levels and structures. In general, however, AEP estimates that generation rate costs account for approximately 55 percent of the end user's rates. Based on that assumption, AEP estimates a 1.6 percent decrease in the rates of the customers of its ARMs and a 3 percent increase in the rates of the customers of its PRMs.

If you have any questions concerning how the Cooperative's rate proposal will affect your bill or have other substantive questions about this application, you may contact Geoff Oldfather at Arizona Electric Power Cooperative, Inc. at 1000 South Highway 80, Benson, Arizona, (520) 586-5465 or email at goldfather@ssw.coop.

The Commission's Utilities Division Staff has not yet made a recommendation regarding the Cooperative's rate proposal, and the Commission will determine the appropriate rate relief to be granted based on the evidence of record in this proceeding. The Commission is not bound by the proposals made by the Cooperative, Staff, or any intervenors and, therefore, the final rates approved in this docket may be lower or higher than the rates described above.

How You Can View or Obtain a Copy of the Rate Proposal

Copies of the application and proposed tariffs are available at the Cooperative's offices at 1000 S. Highway 80, in Benson, Arizona, and at the Commission's Docket Control Center at 1200 West Washington, Phoenix, Arizona and its Tucson offices, 400 West Congress, Suite 218, Tucson, Arizona and on the internet via the Commission website ([/www.azcc.gov/](http://www.azcc.gov/)) using the e-docket function.

Public Hearing Information

The Commission will hold a **hearing** on this matter beginning **August 17, 2010, at 10:00 a.m.**, at the Commission's offices, Room 222, 400 West Congress, Tucson, Arizona.

Public comments will be taken at the beginning of the first day of the hearing. In addition, written public comments may be submitted by mailing a letter referencing Docket No. E-01773A-09-0472 to: Arizona Corporation Commission, Consumer Services Section, 1200 West Washington, Phoenix, AZ 85007, or by email. For a form to use and instructions on how to e-mail comments to the Commission, go to http://www.azcc.gov/divisions/utilities/forms/public_comment.pdf. If you require assistance, you may contact the Consumer Services Section at 1-800-222-7000 or (520) 628-6550.

About Intervention

The law provides for an open public hearing at which, under appropriate circumstances, interested parties may intervene. Any person or entity entitled by law to intervene and having a direct and substantial interest in the matter will be permitted to intervene. If you wish to intervene, you must file an original and 13 copies of a written motion to intervene with the Commission no later than **April 15, 2010**, and mail a copy of the motion to AEPCO or its counsel and to all parties of record. Your motion must contain the following:

1. Your name, address, and telephone number and the name, address and telephone number of any party upon whom service of documents is to be made, if not yourself.
2. A short statement of your interest in the proceeding (e.g., a member/customer of the Cooperative, etc.).
3. A statement certifying that you have mailed a copy of the motion to intervene to the Cooperative or its counsel and to all parties of record in the case.

The granting of motions to intervene shall be governed by A.A.C. R14-3-105, except that all motions to intervene must be filed on or before April 15, 2010. If representation by counsel is required by Rule 31 of the Rules of the Arizona Supreme Court, intervention will be conditioned upon the intervenor obtaining counsel to represent the intervenor. For information about requesting intervention, visit the Commission's website at <http://www.azcc.gov/divisions/utilities/forms/interven.pdf>. The granting of intervention, among other things, entitles a party to present sworn evidence at the hearing and to cross-examine other witnesses. However, failure to intervene will not preclude any interested person or entity from appearing at the hearing and providing public comment on the application or from filing written comments in the record of the case.

If you do not intervene in this proceeding, you will receive no further notice of the proceedings in this docket. However, all documents filed in this docket are available online (usually within 24 hours after docketing) using the Commission's e-Docket function, which is located in the lower right hand corner of the Commission's website homepage, www.azcc.gov. RSS feeds are also available using the Commission's e-Docket function.

ADA/Equal Access Information

The Commission does not discriminate on the basis of disability in admission to its public meetings. Persons with a disability may request a reasonable accommodation such as a sign language interpreter, as well as request this document in an alternative format, by contacting the ADA Coordinator Shaylin Bernal, E-mail SABernal@azcc.gov, voice phone number 602/542-3931. Requests should be made as early as possible to allow time to arrange the accommodation.