

THIS AMENDMENT:		 0000108001
_____ Passed _____	Passed as amended by _____	
_____ Failed _____	Not Offered _____	

ORIGINAL

MAYES PROPOSED AMENDMENT 1

TIME/DATE PREPARED: 2-25-10, 10 a.m.

COMPANY: Arizona Public Service

AGENDA ITEM NO. U-25

DOCKET NO. E-01345A-09-0338

OPEN MEETING DATE: 3-3-10

Page 5, line 26, INSERT New Finding of Fact No. 24: "The Commission believes that it is appropriate to approve the Company's proposed cost recovery for the first 25 Megawatts of utility-scale solar at issue in this application, but recovery of the costs associated with the remaining 75 Megawatts should be addressed through an appropriate cost recovery method to be determined in the Company's next rate case. Specifically, we are of the view that the bulk of costs associated with utility-scale renewable energy projects can be treated similarly to other generation sources, in other words, recovery of these costs is best addressed through rate base treatment or some other mechanism, as appropriate, in the Company's next rate case."

Page 7, line 8, INSERT "24," after "Nos."

Page 7, line 10, INSERT New Ordering Paragraph: "IT IS FURTHER ORDERED that Arizona Public Service Company's proposed cost recovery for the first 25 Megawatts of utility-scale solar at issue in this application is approved, but recovery of the costs associated with the remaining 75 Megawatts shall be determined in Arizona Public Service Company's next rate case as discussed in Finding of Fact No. 24."

Make all conforming changes.

Arizona Corporation Commission
DOCKETED

FEB 25 2010

DOCKETED BY	<i>[Signature]</i>
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