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AZ CORP COMMISSION
DOCKET CONTROL

BEFORE THE ARIZONA CORPORATION COMMISSION

COMMISSIONERS

11 GARY PIERCE, Chairman
 12 BOB STUMP
 13 SANDRA D. KENNEDY
 14 PAUL NEWMAN
 15 BRENDA BURNS

Arizona Corporation Commission

DOCKETED

JUL 22 2011

DOCKETED BY 

16 IN THE MATTER OF THE
 17 APPLICATION OF ARIZONA PUBLIC
 18 SERVICE COMPANY FOR A HEARING
 19 TO DETERMINE THE FAIR VALUE OF
 20 THE UTILITY PROPERTY OF THE
 21 COMPANY FOR RATEMAKING
 22 PURPOSES, TO FIX A JUST AND
 23 REASONABLE RATE OF RETURN
 24 THEREON, TO APPROVE RATE
 25 SCHEDULES DESIGNED TO
 26 DEVELOP SUCH RETURN.

DOCKET NO. E-01345A-11-0224

ARIZONA PUBLIC SERVICE
COMPANY'S PROPOSED PUBLIC
NOTICE OF PERMANENT RATE CASE

27 At the direction of the Presiding Officer in this matter and after consultation with
 28 Arizona Corporation Commission ("Commission") Utilities Division Staff ("Staff") and
 the Residential Utility Consumer Office ("RUCO"), Arizona Public Service Company
 "APS" or "Company") is proposing the attached form of public notice regarding its June
 1, 2011 permanent rate case application. Such notice was based on the verbiage and
 font size used in the prior APS general rate case proceeding.

APS requests that it be given until the end of the September 2011 billing cycle to
 complete the prescribed notice.

1 RESPECTFULLY SUBMITTED this 22nd day of July, 2011.

2
3 By: 
4 Meghan H. Grabel
5 Thomas L. Mumaw
6 Attorneys for Arizona Public Service Company

7 ORIGINAL and thirteen (13) copies
8 of the foregoing filed this 22nd day of
9 July, 2011, with:

10 Docket Control
11 ARIZONA CORPORATION COMMISSION
12 1200 West Washington Street
13 Phoenix, Arizona 85007

14 COPY of the foregoing mailed/hand-delivered this
15 22nd day of July, 2011 to:

16 Lyn Farmer
17 Chief Administrative Law Judge
18 Arizona Corporation Commission
19 1200 W. Washington
20 Phoenix, AZ 85007

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PUBLIC NOTICE OF HEARING ON
ARIZONA PUBLIC SERVICE COMPANY'S
APPLICATION FOR A PERMANENT BASE
RATE INCREASE
DOCKET NUMBER E-01345A-11-0224

On July 1, 2011, Arizona Public Service Company, ("APS") filed an application with the Arizona Corporation Commission ("Commission") for a permanent base rate increase. The application seeks a \$95.5 million net increase in base rates. The base rate increase is the sum of three parts: (1) a non-fuel increase of \$194.1 million; (2) the transfer into base rates of \$44.9 million in revenue requirement related to certain assets now being recovered or which the Company expects to recover through the Renewable Energy surcharge (the "RES"); and (3) the transfer of a customer credit (a negative charge per kWh of usage) related to the Power Supply Adjustor ("PSA") into base rates in the amount of (-)\$143.5 million. The PSA rate credit would then revert to zero. The net percentage impact of the Company's request on customer bills will be an increase of approximately 6.6% on average. In addition, APS's application seeks to establish a decoupling mechanism to remove utility disincentives for energy efficiency and distributed generation and improve the recovery of costs that do not vary with electric usage. For information on the APS rate increase request and procedural schedule, please contact APS or the Commission's Consumer Services Section at the numbers listed below. The Commission's Utilities Division ("Staff") is in the process of reviewing the requested permanent base rate increase and has not yet made a recommendation regarding APS's request. The Commission is not bound by the proposals made by APS, Staff, or any intervenors. The Commission will issue a Decision regarding APS's request for a permanent base rate increase following consideration of testimony and evidence presented at an evidentiary hearing.

The actual percentage rate increase for individual customers that would result from the application will vary depending upon the type and quantity of service provided. Copies of APS's application and proposed tariffs are available at its office, 400 N. 5th Street, Phoenix, Arizona, 602-371-6820, and the Commission's offices at 1200 West Washington, Phoenix, Arizona, for public inspection during regular business hours and on the Internet via the Commission website (www.azcc.gov) using the e-docket function.

The Commission will hold a hearing on this matter beginning **[insert date and time]** at the Commission's offices, 1200 West Washington, Phoenix, Arizona. Public comments will be taken on that first day of the hearing. Written public comments may be submitted via email (visit <http://www.azcc.gov/divisions/utilities/forms/publiccommentform.pdf> for instructions), or by mailing a letter referencing Docket Number E-01345A-11-0224 to: Arizona Corporation Commission, Consumer Services Section, 1200 West Washington, Phoenix, AZ 85007.

The law provides for an open public hearing at which, under appropriate circumstances, interested parties may intervene. Intervention shall be permitted to any person entitled by law to intervene and having a direct and substantial interest in the matter. Persons desiring to intervene must file a written motion to intervene with the Commission, and you must send copies of the motion to APS or its counsel and to all parties of record in this case. The official service list may be obtained from APS or the Commission. Your motion to intervene must contain the following:

1. The name, address, and telephone number of the proposed intervenor and of any party upon whom service of documents is to be made if different than the intervenor.
2. A short statement of the proposed intervenor's interest in the proceeding (e.g., a customer, stockholder of APS, etc.)
3. A statement certifying that a copy of the motion to intervene has been mailed to APS 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 [insert date]. For information about requesting intervention, visit the Arizona Corporation Commission's webpage 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 hearing and to cross-examine other witnesses.

However, failure to intervene will not preclude any customer from appearing at the hearing and making a statement on such customer's own behalf.

If you have questions regarding the Company's application for a permanent rate increase, you may contact APS at 602-371-6820, or the Commission at 1-800-222-7000, or 602-542-4251 (outside the metro Phoenix area). If you want further information on intervention or how to make public comment, you may contact the Consumer Services Section of the Commission at 1200 West Washington Street, Phoenix, Arizona 85007, or at 1-800-222-7000 (outside the metro Phoenix area) or 602-542-4251.

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, by email at sabernal@azcc.gov or by voice phone number 602-542-3931. Requests should be made as early as possible to allow time to arrange the accommodation.