

ORIGINAL



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GALLAGHER & KENNEDY

P.A.

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RECEIVED

2011 AUG 30 P 4: 53

AZ CORP COMMISSION
DOCKET CONTROL

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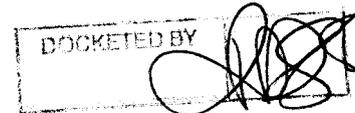
August 30, 2011

Arizona Corporation Commission
DOCKETED

AUG 30 2011

HAND DELIVERED

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



Re: *SemStream Arizona Propane Rate Case; Docket No. G-20471A-11-0150;*
Affidavit of Publication and Certification of Mailing Notice

Dear Sir or Madam:

As required by the May 12, 2011 Procedural Order in this docket, attached are (1) the Affidavit of Publication confirming publication of Notice in the *Payson Roundup* on August 16, 2011 and (2) a certification of mailing notice during the August billing cycle. Your assistance is appreciated.

Very truly yours,

GALLAGHER & KENNEDY, P.A.

By:

Michael M. Grant

MMG/plp
20474-5/2846168
Attachments

cc w/attachment (delivered): Administrative Law Judge Dwight D. Nodes, Hearing Division

Original and 13 copies filed with Docket
Control this 30th day of August, 2011.

Affidavit of Publication

Payson Roundup

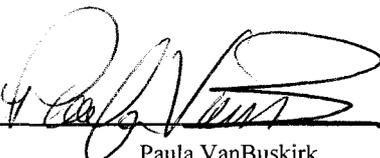
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STATE OF ARIZONA

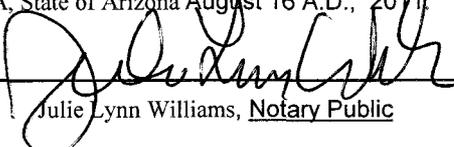
8/16/2011

COUNTY OF GILA

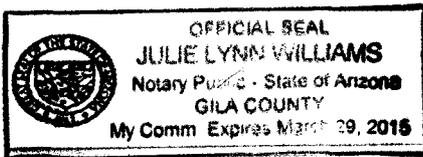
I, Paula VanBuskirk, do solemnly swear that I am Assistant Bookkeeper of the Payson Roundup, that the same is a newspaper printed, in whole or in part, and published in the COUNTY OF GILA, State of Arizona, and has a general circulation therein; that said newspaper has been published continuously and uninterruptedly in said COUNTY OF GILA for a period of more than fifty-two weeks prior to the first publication of the annexed legal notice or advertisement; that said newspaper has been admitted to the United States mails as second-class matter under the provisions of the Act of March 3, 1879, or any amendments thereof, and that said newspaper is a newspaper duly qualified for publishing legal notices and advertisements within the meaning of the laws of the State of Arizona. That the annexed legal notice or advertisement was published in the regular and entire issue of every number of said daily newspaper for the period of 1 consecutive insertions; and that the first publication of said notice was in the issue of said newspaper dated August 16 A.D., 2011, and that the last publication of said notice was in the issue of said newspaper dated August 16 A.D., 2011. In witness whereof I have hereunto set my hand this August 16 A.D., 2011.


Paula VanBuskirk

Subscribed and sworn to before me, a Notary Public, in and for the COUNTY OF GILA, State of Arizona August 16 A.D., 2011.


Julie Lynn Williams, Notary Public

My commission expires .



Affidavit of Publication

Payson Roundup

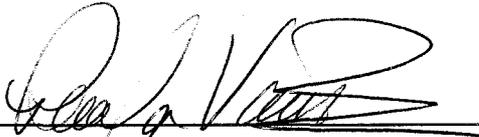
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STATE OF ARIZONA

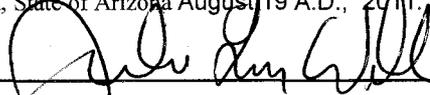
8/19/2011

COUNTY OF GILA

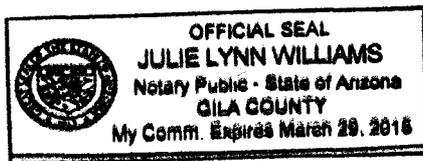
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Paula VanBuskirk

Subscribed and sworn to before me, a Notary Public in and for the COUNTY OF GILA, State of Arizona August 19 A.D., 2011.


Julie Lynn Williams, Notary Public

My commission expires .



PUBLIC NOTICE OF HEARING ON THE APPLICATION OF SEMSTREAM ARIZONA PROPANE, LLC, FOR A PERMANENT BASE RATE INCREASE (DOCKET NO.G-20471A-11-0150)

Summary

On April 4, 2011, SemStream Arizona Propane, L.L.C. ("SemStream" or "Company") filed with the Arizona Corporation Commission ("Commission") an application for an increase in rates for service provided in Payson Division, in Arizona. By its application, SemStream is requesting Commission approval of rates that would generate an overall annual revenue increase of \$1.561 million.

SemStream's application also seeks authority to modify its Purchased Gas Adjuster ("PGA") mechanism, by expanding the authorized propane bandwidth from \$0.16 to \$0.24 per therm; eliminating any under-collection threshold; and increasing the PGA over-collection threshold to \$265,000. SemStream further requests that the Commission approve a Demand Side Management surcharge mechanism, which would allow the Company to recover costs associated with implementing energy efficiency programs.

On a rate class basis, the Company's proposed rates would result in a 12.5 percent increase in large commercial contract rates; a 19.5 percent increase in rates for the school class of customers; and a 26.48 percent increase in small commercial and residential rates. As an example, under the rates requested by SemStream the monthly bill for a residential customer with usage of 28 therms would increase from \$60.07 to \$76.18, or 26.82 percent.

This example is for illustrative purposes only, and the actual dollar and percentage increases for individual customers would vary depending on the type of customer served, and the quantity of gas consumed during a given month.

The Commission's Utilities Division ("Staff") is in the process of auditing and analyzing the application, and has not yet made any recommendations regarding SemStream's proposed rate increase. The Commission will determine the appropriate relief to be granted based on the evidence presented by the parties.

THE COMMISSION IS NOT BOUND BY THE PROPOSALS MADE BY SEMSTREAM, STAFF, OR ANY INTERVENORS; THEREFORE, THE FINAL RATES APPROVED BY THE COMMISSION MAY DIFFER FROM THE RATES REQUESTED BY THE COMPANY OR OTHER PARTIES.

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

Copies of the application and proposed rates are available in the SemStream office at 200 W Longhorn, Payson, AZ and at the Commission's Docket Control Center at 1200 West Washington, Phoenix, Arizona, for public inspection during regular business hours and on the Internet via the Commission's website (www.azcc.gov) using the e-Docket function.

Arizona Corporation Commission Public Hearing Information

The Commission will hold a hearing on this matter beginning on **January 4, 2012, at 10:00 a.m.**, at the Commission's offices, Hearing Room No. 1, 1200 West Washington Street, Phoenix, Arizona. Public comments will be taken on the first day of the hearing. Written public comments may be submitted by mailing a letter referencing Docket No. G-20471A-11-0150 to Arizona Corporation Commission, Consumer Services Section, 1200 West Washington, Phoenix, AZ 85007, or by e-mail. 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.

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 **October 14, 2011**, and send a copy of the motion to SemStream or its counsel and to all parties of record. Your motion to intervene 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 customer of SemStream, a shareholder of SemStream, etc.); and
3. A statement certifying that you have mailed a copy of the motion to intervene to SemStream 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 October 14, 2011. 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 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.

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 Bemal, E-mail Sbemal@azcc.gov, voice phone number 602/542-3931. Requests should be made as early as possible to allow time to arrange the accommodation.



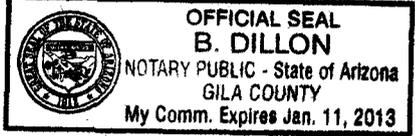
200 W. Longhorn
Payson, AZ 85541
928.474.2294

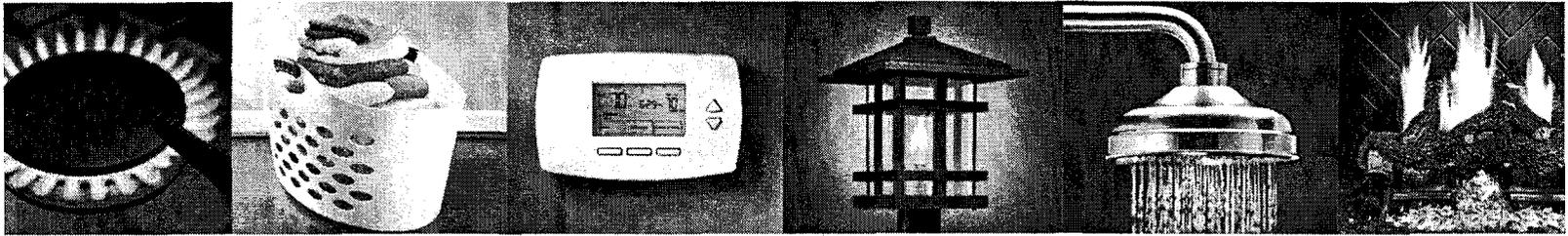
I, Adrienne Troutman, Customer Service Supervisor with SemStream Arizona Propane LLC, certify that commencing with the billing cycle of August 15, 2011 and continuing through the complete billing cycle to all of the Payson area customers of SemStream Arizona Propane, L.L.C., I caused to be included with each customer's bill a copy of the Public Notice of Hearing which is attached hereto.

State of AZ, County of Gila
Signed before me on this 25th day
of Aug, 2011 by Adrienne Troutman
Notary Public B. Dillon

Adrienne Troutman

Notary





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Streamline

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