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March 8, 2012

Arizona Corporation Commission
DOCKETED

MAR - 8 2012

HAND DELIVERED

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

DOCKETED BY

Re: *AEPCO's Supplemental Temporary Purchased Power and Fuel Clause Rider No. 2 ("Supplemental Rider No. 2"); Decision No. 72735 (the "Decision"); Docket No. E-01773A-09-0472*

Dear Sir or Madam:

At its December 13, 2011 Open Meeting, the Commission approved its Decision, *inter alia*, authorizing AEPCO "to recover any further fixed gas cost under-collections which occur from July 1, 2011 to the effective date of the Decision in this case." On December 29, 2011, AEPCO filed its Temporary Purchased Power and Fuel Adjustment Clause Rider No. 2 in compliance with the Decision.

Attached is a Supplemental Rider No. 2 which replaces the tariff rider filed in late December, 2011 (the "Original Rider"). It does not change any monthly charge or credit described in the Original Rider. Instead, it supplements the Original Rider with the amounts of the monthly charges or credits which are being assessed member by member consistent with the provisions of the Decision and the description contained in the Original Rider.

Very truly yours,

GALLAGHER & KENNEDY, P.A.

By:

Michael M. Grant

MMG/plp

10421-59/2997141

cc (w/attachment): Bentley Erdwurm, Utilities Division
Barbara Keene, Utilities Division
Candrea Allen, Utilities Division

Original and 13 copies filed with Docket Control this 8th day of March, 2012.

ARIZONA ELECTRIC POWER COOPERATIVE, INC.

SUPPLEMENTAL TEMPORARY PURCHASED POWER and FUEL ADJUSTMENT CLAUSE

RIDER NO. 2

TEMPORARY

Effective Date: January 1, 2012

APPLICABILITY

Applicable to the Company's Class A members as follows:

Partial Requirements Members:

Mohave Electric Cooperative, Inc.
Sulphur Springs Valley Electric Cooperative, Inc.
Trico Electric Cooperative, Inc.

Collective All-Requirements Members:

Anza Electric Cooperative, Inc.
Duncan Valley Electric Cooperative, Inc.
Graham County Electric Cooperative, Inc.

RATE

The customer monthly bill shall consist of the applicable charges and adjustments as set forth in the Partial-Requirements Schedule of Rates and Fixed Charges and as set forth in the Company's Tariff for its collective all-requirements Class A members ("CARM"). In addition, the monthly bill will include a charge/credit sufficient to recover or refund the under or over-collection of fixed gas costs which occurred through the PPFAC from July 1, 2011 to December 31, 2011 of each member specified in the applicability section of this Rider No. 2. This surcharge was authorized in Decision No. 72735. The monthly credit is calculated as follows:

Monthly Charge/Credit = Class A Customer Fixed Gas Cost Under or Over-Collection
divided by 12 months*

The Monthly Charge/Credit shall be as follows for each of the Company's Class A members:

Partial Requirements Members:

Mohave Electric Cooperative, Inc. – \$73,022.25/mo.
Sulphur Springs Valley Electric Cooperative, Inc. – \$59,706.80/mo.
Trico Electric Cooperative, Inc. – (\$128,101.11)/mo.

Collective All-Requirements Members:

Anza Electric Cooperative, Inc. – (\$715.78)/mo.

Duncan Valley Electric Cooperative, Inc. – (\$556.56)/mo.

Graham County Electric Cooperative, Inc. – (\$3,355.59)/mo.

This temporary purchased power and fuel adjustment charge/credit shall remain in effect for a period of twelve months effective January 1, 2012.