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BEFORE THE ARIZONA CORPORATION COMMISSION

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COMMISSIONERS

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ARIZONA CORPORATION COMMISSION
BUCKET CONTROL

Arizona Corporation Commission

DOCKETED

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IN THE MATTER OF THE APPLICATION OF THE ARIZONA ELECTRIC POWER COOPERATIVE, INC. FOR A HEARING TO DETERMINE THE FAIR VALUE OF ITS PROPERTY FOR RATEMAKING PURPOSES, TO FIX A JUST AND REASONABLE RETURN THEREON AND TO APPROVE RATES DESIGNED TO DEVELOP SUCH RETURN

Docket No. E-01773A-12-0305

REQUEST FOR PROCEDURAL ORDER RE ECAR APPLICATION

GALLAGHER & KENNEDY, P.A.
2575 E. CAMELBACK ROAD
PHOENIX, ARIZONA 85016-9225
(602) 530-8000

The Arizona Electric Power Cooperative, Inc. ("AEPCO" or the "Cooperative") requests a procedural order establishing a schedule for the parties to submit their respective positions regarding AEPCO's Environmental Compliance Adjustment Rider ("ECAR") Application.

Pursuant to Decision No. 74173 (the "Rate Decision"), AEPCO filed its Application for approval of the ECAR Tariff and Plan of Administration on April 30, 2014. Prior to that filing, the Cooperative worked with Utilities Division Staff to address the issues set forth in Finding of Fact No. 78 of the Rate Decision. The parties reached agreement on all aspects of the ECAR mechanism, with one exception – that being use of the ECAR to recover chemical expenses incurred solely due to environmental regulation(s). AEPCO's Application requested Commission approval for the recovery of the chemical expenses through the clause and explained the bases for that request.

Pursuant to The Last Ordering Paragraph at page 21 and First Ordering Paragraph at page 22 of the Rate Decision, as modified by Decision No. 74600, AEPCO provided notice of

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1 the ECAR Application to the customers of its member distribution cooperatives and filed proof
2 of that notice on July 24, 2014.

3 Given the Cooperative's compliance with the Rate Decision's provisions concerning the
4 ECAR, Staff is now prepared to issue its report and recommended order. Accordingly, AEPCO
5 requests an efficient procedure by which the parties can present their respective positions
6 regarding the only disputed issue – recovery of chemical costs through the ECAR – with the goal
7 of obtaining a Commission decision in January 2015. To this end, AEPCO proposes the
8 following deadlines:

- 9 1. Staff Report and Proposed Order to be filed by October 23, 2014;
- 10 2. AEPCO Response and Proposed Order to be filed by November
11 13, 2014.

12 It is anticipated that the foregoing schedule will provide sufficient time for the
13 Administrative Law Judge to review the parties' positions regarding the ECAR, schedule any
14 necessary argument, and prepare a Recommended Opinion and Order in time for the
15 Commission's Open Meeting in January 2015.

16 RESPECTFULLY SUBMITTED this 2nd day of September, 2014.

17 GALLAGHER & KENNEDY, P.A.

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19 By 
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1 **Original and 13 copies** filed this
2nd day of September, 2014, with:

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3 Docket Control
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7 **Copies** of the foregoing delivered
this 2nd day of September, 2014, to:

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