



0000158229

Lisa Malagon
Leader
Federal and State Compliance

RECEIVED
AZ CORP COMMISSION
DOCKET CONTROL

Mail Station 9712
PO Box 53999
Phoenix, Arizona 85072-3999
Tel 602-250-5671
Elisa.Malagon@aps.com

2014 NOV 20 PM 4:35

November 20, 2014

Arizona Corporation Commission
DOCKETED

NOV 20 2014

Steve Olea
Director, Utilities Division
Arizona Corporation Commission
1200 W. Washington
Phoenix, AZ 85007

ORIGINAL

DOCKETED BY 

RE: Quarterly Report on Transfers/Calculation of Gains on Utility Property
Docket No E-01345A-06-0770, Decision No. 69670

Dear Mr. Olea:

Pursuant to Decision No. 69670, dated June 28, 2007, Arizona Public Service Company ("APS") was ordered as follows:

The Company shall file in Docket control, quarterly reports summarizing each transfer, sale, mortgage, lease, or assignment entered into pursuant to this order and further shall state how each transaction complies with condition/limitation. This reporting requirement shall be met by continuing the reporting currently being submitted by APS in compliance with Decision No. 60481, as amended by Decision No. 61708, replacing and superseding that requirement, and increasing the frequency of the report to quarterly.

APS submits its quarterly report summarizing transfers, sales, mortgages, leases or assignments entered into from July 1, 2014 to September 30, 2014. This report reflects the balance of these transactions, including accrued interest through September 30, 2014.

If you have any questions regarding this information, please contact Gregory Bernosky at (602)250-4849.

Sincerely,


Lisa Malagon

LM/sb
Attachment

cc: Brian Bozzo
Terri Ford
Docket Control

ARIZONA PUBLIC SERVICE COMPANY
 CALCULATION OF NET GAINS ON UTILITY PROPERTY
 As of September 30, 2014

SALES TRANSACTION DATE	PROPERTY DESCRIPTION	SALES PRICE	OCLD	BOOK GAIN/(LOSS) ON SALE	TAX BASIS OF PROPERTIES	TAXES (1,2)	NET GAIN/(LOSS) (3)	AMOUNT ALLOCATED TO CUSTOMERS (4)	INTEREST TO DATE (5)	CUSTOMER BALANCE
	Account Balance at the end of June 2014									(\$4,203)
	Interest on Account Balance for the Third Quarter 2014									(\$3)
	Total Transactions in Third Quarter 2014									\$0
	Total Account Balance as of September 2014									(\$4,206)

- (1) [(Sales Price less Tax Basis)*Tax Rate]/(ADIT Net Book Basis-Tax Basis)* Tax Rate
- (2) APS Composite Income Tax Rate: 2013 = 39.51%; 2014 = 39.22%
- (3) Jurisdictional allocation of Net Gain
- (4) Amount Allocated for Customers based on 50% of jurisdictional split.
- (5) Interest from Date of Transfer through End Date

These transactions do not have a negative impact on the safety, quality, reliability, or economy of an APS customer's electric service per Arizona Corporation Commission Decision No. 69670.