

**BEFORE THE ARIZONA POWER PLANT AND TRANSMISSION LINE SITING
COMMITTEE**

Docket No. L-00000D-11-0068-00160, Case No. 160

IN THE MATTER OF THE APPLICATION OF ARIZONA PUBLIC SERVICE COMPANY, IN CONFORMANCE WITH THE REQUIREMENTS OF ARIZONA REVISED STATUTES SECTION 40-360, et seq., FOR A CERTIFICATE OF ENVIRONMENTAL COMPATIBILITY AUTHORIZING THE MAZATZAL SUBSTATION AND 345KV INTERCONNECTION PROJECT, WHICH INCLUDES THE CONSTRUCTION OF TWO 345KV TRANSMISSION LINES AND A NEW 345/69/21KV SUBSTATION, SECTION 4, TOWNSHIP 8 NORTH, RANGE 10 EAST, G&SRB&M, ADJACENT TO THE INTERSECTION OF THE EXISTING FOUR CORNERS-CHOLLA-PINNACLE PEAK 345KV TRANSMISSION LINES AND FOREST ROAD 379, WITHIN THE TONTO NATIONAL FOREST IN GILA COUNTY, ARIZONA

NOTICE OF HEARING

A PUBLIC HEARING WILL BE HELD before the Arizona Power Plant and Transmission Line Siting Committee ("Committee") regarding the Application of Arizona Public Service Company ("APS") for a Certificate of Environmental Compatibility authorizing the Mazatzal Substation and 345kV Interconnection Project ("Project") in Gila County, Arizona.

The hearing will be held at the Chaparral Suites Scottsdale, 5001 N. Scottsdale Rd Scottsdale, Arizona 85250; telephone: 480-949-1414. The hearing shall begin on Tuesday, March 22, 2011, and if necessary, continue on Wednesday, March 23, 2011. The hearing will begin at 9:30 a.m. each day and will adjourn at approximately 5:00 p.m. Public comment may be heard during the time set for the hearing. Additional hearings, if necessary, will be noticed on the Arizona Corporation Commission ("ACC") website.

The page of the ACC website at which notice will be given is the Committee's Hearing Calendar page, available at: www.azcc.gov/AZ_Power_Plant/LineSiting-Calendar.asp.

PUBLIC COMMENT MAY BE TAKEN AT THE BEGINNING OF EACH HEARING DAY OR AT OTHER TIMES DURING THE HEARING AT THE DISCRETION OF THE CHAIRMAN OF THE COMMITTEE.

The Committee, at its discretion, may recess the hearing to a time and place to be announced during the hearing, or to be determined after the recess. The date, time, and place at which the hearing will resume will be posted on the Committee's Hearing Calendar page of the ACC website. **NOTE: NOTICE OF SUCH RESUMED HEARING WILL BE GIVEN; HOWEVER, PUBLISHED NOTICE OF SUCH RESUMED HEARING IS NOT REQUIRED.**

The Project involves the construction of a new 345/69/21kV substation and an interconnection with the existing eastern Cholla to Pinnacle Peak 345kV line that consists of two new 345kV transmission lines. The two 345kV transmission lines would interconnect in and out of the new substation, each approximately 600 feet in length. The Project is completely located on United States Forest Service (USFS) land, and an Environmental Assessment was prepared to fulfill requirements of the National Environmental Policy Act. The USFS issued a Finding of No Significant Impact for the Project in August 2010. The Applicant is requesting a 400 foot corridor for the interconnection.

Maps of the Project site and detailed information about the Project facilities are contained in the Application, which are available for inspection at the following locations:

- Docket Control Center of the ACC's Phoenix Office at 1200 West Washington Street, Suite 108, Phoenix, Arizona 85007;
- Payson Public Library, 328 N. McLane Road, Payson, Arizona 85541; and
- On the Internet using the ACC's e-Docket function, available at: edocket.azcc.gov/.

Each county and municipal government and state agency interested in the proposed Project and desiring to become a party to the proceeding, not less than ten (10) days before the date set for hearing, shall file with the Director of Utilities, Arizona Corporation Commission, 1200 West Washington Street, Phoenix, Arizona 85007, a notice of its intent to be a party.

Any domestic, non-profit corporation or association, formed in whole or in part to promote conservation of natural beauty, to protect the environment, personal health, or other biological values, to preserve historical sites, to promote consumer interests, to represent commercial and industrial groups, or to promote the orderly development of the area in which the Project is to be located and desiring to become a party to the proceedings, not less than ten (10) days before the date set for hearing, shall file with the Director of Utilities, Arizona Corporation Commission, 1200 West Washington Street, Phoenix, Arizona 85007, a notice of its intent to be a party.

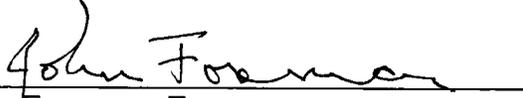
The Committee or its Chairman, at any time deemed appropriate, may make other persons parties to the proceedings.

Any person may make a limited appearance at the hearing by filing a written statement with Docket Control of the Arizona Corporation Commission, 1200 West Washington Street, Phoenix, Arizona 85007, not less than five (5) days before the date set for hearing. A person making a limited appearance shall not be a party and shall not have the right to present testimony or cross-examine witnesses.

This proceeding is governed by Arizona Revised Statutes Sections 40-360 and 40-360.13 and Arizona Administrative Code R14-3-201 to R14-3-220. No substantive communication that is not in the public record may be made to any member of the Committee. The written decision of the Committee will be submitted to the Arizona

Corporation Commission pursuant to Arizona Revised Statutes Section 40-360.07. Any person intending to be a party to the proceedings on these matters before the Arizona Corporation Commission must be a party to the proceedings before the Committee.

DATED this 4th day of February, 2011.

A handwritten signature in black ink that reads "John Foreman". The signature is written in a cursive style and is positioned above a horizontal line.

John Foreman, Esq.
Assistant Attorney General
Chairman, Arizona Power Plant and
Transmission Line Siting Committee