

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

**ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY**

E-01345A

Arizona Public Service Company  
PO Box 53999  
Station 9708  
Phoenix, AZ 85072-3999

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APR 15 2015

ACC UTILITIES DIRECTOR

Please click here if pre-printed Company name on this form is not your current Company name or dba name is not included.

Please list current Company name including dba here:

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**ANNUAL REPORT**  
**Electric**

**FOR YEAR ENDING**

12	31	2014
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FOR COMMISSION USE

ANN 01	14
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4-27-15

## COMPANY INFORMATION

<b>Company Name (Business Name)</b>	<u>Arizona Public Service Company</u>		
<b>Mailing Address</b>	<u>P.O. Box 53999</u> (Street)		
<u>Phoenix</u> (City)	<u>Arizona</u> (State)	<u>85072-3999</u> (Zip)	
<u>602-250-1000</u> Telephone No. (Include Area Code)	<u>602-250-3003</u> Fax No. (Include Area Code)	<u>N/A</u> Cell No. (Include Area Code)	
<b>Email Address</b> _____			
<b>Local Office Mailing Address</b>	<u>Same as above</u> (Street)		
_____ (City)	_____ (State)	_____ (Zip)	
<u>602-371-7171</u> Local Customer Service Phone No. (Include Area Code)	<u>1-800-253-9405</u> (1-800 or other long distance Customer Service Phone No.)		
<b>Email Address</b> <u>aps@aps.com</u>	<b>Website address</b>	<u>www.aps.com</u>	

## MANAGEMENT INFORMATION

<b>■ Regulatory Contact:</b>			
<b>■ Management Contact:</b>			
<u>Lisa Malagon</u> (Name)		<u>Supervisor, Federal and State Compliance</u> (Title)	
<u>400 N. 5<sup>th</sup> Street, MS 9704</u> (Street)	<u>Phoenix</u> (City)	<u>Arizona</u> (State)	<u>85004</u> (Zip)
<u>602-250-5671</u> Telephone No. (Include Area Code)	<u>602-250-3003</u> Fax No. (Include Area Code)	<u>        </u> Cell No. (Include Area Code)	
<b>Email Address</b> <u>Elisa.Malagon@aps.com</u>			
<b>On Site Manager:</b>			
<u>Same as above</u> (Name)			
_____ (Street)	_____ (City)	_____ (State)	_____ (Zip)
<u>        </u> Telephone No. (Include Area Code)	<u>        </u> Fax No. (Include Area Code)	<u>        </u> Cell No. (Include Area Code)	
<b>Email Address</b> <u>aps@aps.com</u>			

**Statutory Agent:** CT Corporation System  
(Name)

2390 E Camelback Road Phoenix Arizona 85016  
(Street) (City) (State) (Zip)

602-250-3252 N/A N/A  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

**Attorney:** David P. Falck, Executive Vice President & General Counsel  
(Name)

400 N. 5<sup>th</sup> Street, MS 9068 Phoenix Arizona 85004  
(Street) (City) (State) (Zip)

602-250-3252 N/A N/A  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

**Email Address** David.Falck@aps.com

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

- |   |  |
|---|--|
| <input type="checkbox"/> Sole Proprietor (S)    | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P)        | <input type="checkbox"/> Subchapter S Corporation (Z)                                |
| <input type="checkbox"/> Bankruptcy (B)         | <input type="checkbox"/> Association/Co-op (A)                                       |
| <input type="checkbox"/> Receivership (R)       | <input type="checkbox"/> Limited Liability Company                                   |
| <input type="checkbox"/> Other (Describe) _____ |  |

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- |  |  |  |
|--|--|--|
| <input checked="" type="checkbox"/> APACHE | <input checked="" type="checkbox"/> COCHISE  | <input checked="" type="checkbox"/> COCONINO |
| <input checked="" type="checkbox"/> GILA   | <input type="checkbox"/> GRAHAM              | <input type="checkbox"/> GREENLEE            |
| <input checked="" type="checkbox"/> LA PAZ | <input checked="" type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE              |
| <input checked="" type="checkbox"/> NAVAJO | <input checked="" type="checkbox"/> PIMA     | <input checked="" type="checkbox"/> PINAL    |
| <input type="checkbox"/> SANTA CRUZ        | <input checked="" type="checkbox"/> YAVAPAI  | <input checked="" type="checkbox"/> YUMA     |
| <input type="checkbox"/> STATEWIDE         |  |  |

## SERVICES AUTHORIZED TO PROVIDE

Check the following box/es for the services that you are authorized to provide:

- Electric**
- Investor Owned Electric
  - Rural Electric Cooperative
  - Utility Distribution Company
  - Electric Service Provider
    - Transmission Service Provider
    - Meter Service Provider
    - Meter Reading Service Provider
    - Billing and Collection
    - Ancillary Services
    - Generation Provider
    - Aggregator/Broker

**Other** (Specify) \_\_\_\_\_

## STATISTICAL INFORMATION

### Retail Information

	Number of Arizona Customers	Number of kWh Sold in Arizona
Residential	1,033,728	12,837,752,000
Commercial	124,460	12,337,218,000
Industrial	3,429	2,258,224,000
Public Street and Highway Lighting	299	11,039,000
Irrigation	1,164	140,300,000
<b>Total Retail</b>	<b>1,163,080</b>	<b>27,584,533,000</b>

### Wholesale Information

	Number of Customers	Number of kWh Sold
Resale	55	5,366,855,000
Short-term Sales (durations of less than one year) <sup>1</sup>	47	4,923,571,000
<b>Total Wholesale</b>	<b>55</b>	<b>5,366,855,000</b>

Total MWh Sold 32,951,388 MWh

Maximum Peak Load 7,007 MW

<sup>1</sup> Short-term Sales include services where the duration of each period of commitment is one year or less. Short-term Sales are a subset of the Resale sales reported above.

**COMPANY NAME:** Arizona Public Service Company

**UTILITY SHUTOFFS / DISCONNECTS**

<b>MONTH</b>	<b>Termination without Notice R14-2-211.B</b>	<b>Termination with Notice R14-2-211</b>	<b>OTHER</b>
<b>JANUARY</b>	13	6,406	0
<b>FEBRUARY</b>	6	6,114	0
<b>MARCH</b>	9	5,490	0
<b>APRIL</b>	6	5,487	1
<b>MAY</b>	13	5,273	0
<b>JUNE</b>	4	4,986	0
<b>JULY</b>	8	5,441	0
<b>AUGUST</b>	13	4,935	1
<b>SEPTEMBER</b>	4	4,354	0
<b>OCTOBER</b>	7	6,608	2
<b>NOVEMBER</b>	3	6,585	1
<b>DECEMBER</b>	3	7,812	0
<b>TOTALS →</b>	<b>89</b>	<b>69,491</b>	<b>5</b>

OTHER (description):

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Customers that received disconnection of service notices, and who have made repeated dishonored payments attempting to avoid disconnection or to reestablish connection.

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VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only

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APR 15 2015

ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF \_\_\_\_\_

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <b>Maricopa</b>
NAME (OWNER OR OFFICIAL) TITLE <b>Denise R. Danner, Vice President, Controller and CAO</b>
COMPANY NAME <b>Arizona Public Service Company</b>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2014

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2014 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)
<u>\$ 3,534,784,769</u>

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 313,194,011 IN SALES TAXES BILLED, OR COLLECTED)

\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

Denise R. Danner  
SIGNATURE OF OWNER OR OFFICIAL

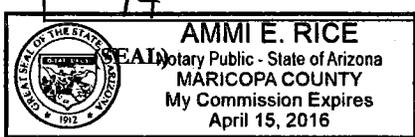
602-250-2747  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME Ammi E. Rice

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 14 DAY OF

COUNTY NAME <u>Maricopa</u>
MONTH <u>April</u> <u>2015</u>



Ammi E. Rice  
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 04/15/2016

**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
INTRASTATE REVENUES ONLY**

RECEIVED

**APR 15 2015**

STATE OF ARIZONA

ACC UTILITIES DIRECTOR

I, THE UNDERSIGNED

COUNTY OF (COUNTY NAME) <b>Maricopa</b>	
NAME (OWNER OR OFFICIAL) <b>Denise R. Danner</b>	TITLE <b>Vice President, Controller and CAO</b>
COMPANY NAME <b>Arizona Public Service Company</b>	

OF THE

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2014

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2014 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES
<b>\$ 1,798,678,212</b>

(THE AMOUNT IN BOX AT LEFT INCLUDES \$ 158,844,471 IN SALES TAXES BILLED, OR COLLECTED)

**\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED.**

*Denise R. Danner*  
\_\_\_\_\_  
SIGNATURE OF OWNER OR OFFICIAL

602 250-2747  
\_\_\_\_\_  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME  
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 14 DAY OF

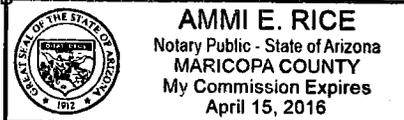
(SEAL)

MY COMMISSION EXPIRES

*04/15/2016*

NOTARY PUBLIC NAME <i>Ammi E. Rice</i>	
COUNTY NAME <i>Maricopa</i>	
MONTH <i>April</i>	.20 <i>15</i>

*Ammi E. Rice*  
\_\_\_\_\_  
SIGNATURE OF NOTARY PUBLIC



## FINANCIAL INFORMATION

Attach to this annual report a copy of the Company year-end (Calendar Year 2014) financial statements. If you do not compile these reports, the Utilities Division will supply you with blank financial statements for completion and filing. **ALL INFORMATION MUST BE ARIZONA-SPECIFIC AND REFLECT OPERATING RESULTS IN ARIZONA.**

Attached are the Arizona Public Service Company Balance Sheets, Statements of Cash Flows, and Statements of Changes in Equity from the Arizona Public Service Company Form 10-K for the fiscal year ended December 31, 2014 (pages 148 – 151).

**ARIZONA PUBLIC SERVICE COMPANY**  
**CONSOLIDATED BALANCE SHEETS**  
(dollars in thousands)

	December 31,	
	2014	2013
<b>ASSETS</b>		
<b>PROPERTY, PLANT AND EQUIPMENT (Notes 1, 6 and 9)</b>		
Plant in service and held for future use	\$ 15,539,811	\$ 15,196,598
Accumulated depreciation and amortization	(5,394,650)	(5,296,501)
Net	10,145,161	9,900,097
Construction work in progress	682,807	581,369
Palo Verde sale leaseback, net of accumulated depreciation of \$229,795 and \$225,925 (Note 18)	121,255	125,125
Intangible assets, net of accumulated amortization of \$489,538 and \$439,703	119,600	157,534
Nuclear fuel, net of accumulated amortization of \$143,554 and \$146,057	125,201	124,557
Total property, plant and equipment	11,194,024	10,888,682
<b>INVESTMENTS AND OTHER ASSETS</b>		
Nuclear decommissioning trust (Notes 13 and 19)	713,866	642,007
Assets from risk management activities (Note 16)	17,620	23,815
Other assets	33,362	33,709
Total investments and other assets	764,848	699,531
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	4,515	3,725
Customer and other receivables	297,712	299,055
Accrued unbilled revenues	100,533	96,796
Allowance for doubtful accounts	(3,094)	(3,203)
Materials and supplies (at average cost)	218,889	221,682
Fossil fuel (at average cost)	37,097	38,028
Income tax receivable	—	135,179
Assets from risk management activities (Note 16)	13,785	17,169
Deferred fuel and purchased power regulatory asset (Note 3)	6,926	20,755
Other regulatory assets (Note 3)	129,808	76,388
Deferred income taxes (Notes 4 and S-1)	55,253	—
Other current assets	38,693	39,153
Total current assets	900,117	944,727
<b>DEFERRED DEBITS</b>		
Regulatory assets (Notes 1, 3, 4 and S-1)	1,054,087	711,712
Assets for other postretirement benefits (Note 7)	149,260	—
Unamortized debt issue costs	24,642	21,860
Other	128,026	114,865
Total deferred debits	1,356,015	848,437
<b>TOTAL ASSETS</b>	<b>\$ 14,215,004</b>	<b>\$ 13,381,377</b>

See Notes to Pinnacle West's Consolidated Financial Statements and Supplemental Notes to APS's Consolidated Financial Statements.

**ARIZONA PUBLIC SERVICE COMPANY**  
**CONSOLIDATED BALANCE SHEETS**  
(dollars in thousands)

	December 31,	
	2014	2013
<b>LIABILITIES AND EQUITY</b>		
<b>CAPITALIZATION</b>		
Common stock	\$ 178,162	\$ 178,162
Additional paid-in capital	2,379,696	2,379,696
Retained earnings	1,968,718	1,804,398
Accumulated other comprehensive (loss):		
Pension and other postretirement benefits (Note 7)	(37,948)	(30,313)
Derivative instruments (Note 16)	(10,385)	(23,059)
Total shareholder equity	4,478,243	4,308,884
Noncontrolling interests (Note 18)	151,609	145,990
Total equity	4,629,852	4,454,874
Long-term debt less current maturities (Note 6)	2,906,215	2,671,465
Total capitalization	7,536,067	7,126,339
<b>CURRENT LIABILITIES</b>		
Short-term borrowings (Note 5)	147,400	153,125
Current maturities of long-term debt (Note 6)	383,570	540,424
Accounts payable	289,930	281,237
Accrued taxes (Notes 4 and S-1)	131,110	122,460
Accrued interest	52,358	48,132
Common dividends payable	65,800	62,500
Customer deposits	72,307	76,101
Deferred income taxes	—	2,033
Liabilities from risk management activities (Note 16)	59,676	31,892
Liabilities for asset retirements (Note 11)	32,462	32,896
Regulatory liabilities (Note 3)	130,549	99,273
Other current liabilities	167,302	130,774
Total current liabilities	1,532,464	1,580,847
<b>DEFERRED CREDITS AND OTHER</b>		
Deferred income taxes (Notes 4 and S-1)	2,571,365	2,347,724
Regulatory liabilities (Notes 1, 3, 4, and S-1)	1,051,196	801,297
Liability for asset retirements (Note 11)	358,288	313,833
Liabilities for pension and other postretirement benefits (Note 7)	424,508	476,017
Liabilities from risk management activities (Note 16)	50,602	70,315
Customer advances	123,052	114,480
Coal mine reclamation	198,292	207,453
Deferred investment tax credit	178,607	152,361
Unrecognized tax benefits (Notes 4 and S-1)	45,740	42,209
Other	144,823	148,502
Total deferred credits and other	5,146,473	4,674,191
<b>COMMITMENTS AND CONTINGENCIES (SEE NOTES)</b>		
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>\$ 14,215,004</b>	<b>\$ 13,381,377</b>

See Notes to Pinnacle West's Consolidated Financial Statements and Supplemental Notes to APS's Consolidated Financial Statements.

**ARIZONA PUBLIC SERVICE COMPANY**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**  
(dollars in thousands)

	Year Ended December 31,		
	2014	2013	2012
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Net income	\$ 447,320	\$ 458,861	\$ 427,110
Adjustments to reconcile net income to net cash provided by operating activities:			
Depreciation and amortization including nuclear fuel	496,393	492,226	481,168
Deferred fuel and purchased power	(26,927)	21,678	71,573
Deferred fuel and purchased power amortization	40,757	31,190	(116,716)
Allowance for equity funds used during construction	(30,790)	(25,581)	(22,436)
Deferred income taxes	155,401	278,101	202,159
Deferred investment tax credit	26,246	52,542	41,579
Change in derivative instruments fair value	339	534	(749)
Changes in current assets and liabilities:			
Customer and other receivables	(52,466)	(46,552)	12,914
Accrued unbilled revenues	(3,737)	(1,951)	30,394
Materials, supplies and fossil fuel	3,724	(11,878)	(23,043)
Income tax receivable	135,179	(134,590)	(2,280)
Other current assets	3,766	(17,112)	(27,745)
Accounts payable	(2,355)	47,870	(97,395)
Accrued taxes	8,650	5,760	7,330
Other current liabilities	33,970	(9,005)	6,070
Change in margin and collateral accounts — assets	(343)	993	2,216
Change in margin and collateral accounts — liabilities	(24,975)	12,355	137,785
Change in long-term regulatory liabilities	59,618	64,473	13,539
Change in long-term income tax receivable	—	137,665	(1,756)
Change in unrecognized tax benefits	2,778	(91,244)	(2,583)
Change in other long-term assets	(65,521)	(46,043)	1,391
Change in other long-term liabilities	(82,860)	(25,601)	34,854
Net cash flow provided by operating activities	<u>1,124,167</u>	<u>1,194,691</u>	<u>1,175,379</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Capital expenditures	(910,084)	(1,016,322)	(889,551)
Contributions in aid of construction	20,325	41,090	49,876
Allowance for borrowed funds used during construction	(15,457)	(14,861)	(14,971)
Proceeds from nuclear decommissioning trust sales	356,195	446,025	417,603
Investment in nuclear decommissioning trust	(373,444)	(463,274)	(434,852)
Other	347	(2,067)	(1,099)
Net cash flow used for investing activities	<u>(922,118)</u>	<u>(1,009,409)</u>	<u>(872,994)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Issuance of long-term debt	606,126	136,307	351,081
Repayment of long-term debt	(527,578)	(122,828)	(529,286)
Short-term borrowings and payments — net	(5,725)	60,950	92,175
Dividends paid on common stock	(253,600)	(242,100)	(222,200)
Noncontrolling interests	(20,482)	(17,385)	(10,529)
Net cash flow used for financing activities	<u>(201,259)</u>	<u>(185,056)</u>	<u>(318,759)</u>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	790	226	(16,374)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	3,725	3,499	19,873
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<u>\$ 4,515</u>	<u>\$ 3,725</u>	<u>\$ 3,499</u>
Supplemental disclosure of cash flow information:			
Cash paid (received) during the year for:			
Income taxes, net of refunds	\$ (86,054)	\$ 7,524	\$ 1,196
Interest, net of amounts capitalized	\$ 173,436	\$ 180,757	\$ 196,038
Significant non-cash investing and financing activities:			
Accrued capital expenditures	\$ 44,712	\$ 33,184	\$ 26,208
Dividends declared but not paid	\$ 65,800	\$ 62,500	\$ 59,800
Liabilities assumed related to acquisition of SCE's Four Corners' interest	\$ —	\$ 145,609	\$ —

See Notes to Pinnacle West's Consolidated Financial Statements and Supplemental Notes to APS's Consolidated Financial Statements.

**ARIZONA PUBLIC SERVICE COMPANY**  
**CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**  
(dollars in thousands)

	Common Stock		Additional Paid-In Capital	Retained Earnings	Accumulated Other Comprehensive Income (Loss)	Noncontrolling Interests	Total
	Shares	Amount					
Balance, December 31, 2011	71,264,947	\$ 178,162	\$ 2,379,696	\$ 1,510,740	\$ (125,591)	\$ 108,399	\$ 4,051,406
Net income				395,497		31,613	427,110
Other comprehensive income					36,496		36,496
Dividends on common stock				(282,000)			(282,000)
Net capital activities by noncontrolling interests						(10,529)	(10,529)
Balance, December 31, 2012	71,264,947	178,162	2,379,696	1,624,237	(89,095)	129,483	4,222,483
Net income				424,969		33,892	458,861
Other comprehensive income					35,723		35,723
Dividends on common stock				(244,800)			(244,800)
Other				(8)			(8)
Net capital activities by noncontrolling interests						(17,385)	(17,385)
Balance, December 31, 2013	71,264,947	178,162	2,379,696	1,804,398	(53,372)	145,990	4,454,874
Net income				421,219		26,101	447,320
Other comprehensive income					5,039		5,039
Dividends on common stock				(256,900)			(256,900)
Other				1			1
Net capital activities by noncontrolling interests						(20,482)	(20,482)
Balance, December 31, 2014	71,264,947	\$ 178,162	\$ 2,379,696	\$ 1,968,718	\$ (48,333)	\$ 151,609	\$ 4,629,852

See Notes to Pinnacle West's Consolidated Financial Statements and Supplemental Notes to APS's Consolidated Financial Statements.

**CERTIFICATION BY APS  
OF  
UTILITY SHUTOFFS / DISCONNECTS**

**I certify that to the best of my knowledge and based on the information made available to me, the attached Utility Shutoffs / Disconnects report is complete and accurate in all material respects.**

**Date: April 15, 2015**

A handwritten signature in black ink, appearing to read 'Stacy L. Derstine', written over a horizontal line.

**Stacy L. Derstine  
Vice President, Customer Service and COO**