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BEFORE THE ARIZONA CORPORATION COMMISSION

Arizona Corporation Commission

DOCKETED

JUL 14 2026

DOCKETED BY

NICK MYERS

Chair

RACHEL WALDEN

Vice Chair

LEA MÁRQUEZ PETERSON

Commissioner

KEVIN THOMPSON

Commissioner

RENÉ LOPEZ

Commissioner

APPLICATION FOR A CERTIFICATE OF ENVIRONMENTAL COMPATIBILITY FOR PROPOSED SPRINGVILLE GENERATING STATION, ASSOCIATED TRANSMISSION LINES AND SUPPORT FACILITIES.

DOCKET NOS. L-00000C-77-0031-00030

(L-00000C-01-0030)

L-00000C-86-0000-00074

(L-00000C-01-0074)

DECISION NO. 82005

ORDER

MOTION TO AMEND DECISION NO. 55477 PURSUANT TO A.R.S. § 40-252

APPLICATION FOR UNIT 4 OF THE SPRINGVILLE GENERATION STATION LOCATED WITHIN A PARCEL OF PROPERTY CONSISTING OF SECTION 27; THE SOUTH HALF (S 1/2) AND THE SOUTHEAST HALF OF THE NORTH HALF (SE 1/2 N 1/2), SECTION 28; THE EAST HALF (E 1/2), SECTION 29; THE NORTHEAST QUARTER (NE 1/4), SECTION 32; THE NORTH HALF (N 1/2), SECTION 33; THE NORTH HALF (N 1/2), SECTION 34, ALL IN TOWNSHIP NORTH RANGE 30 EAST GILA AND SALT RIVER BASE AND MERIDIAN, APACHE COUNTY, ARIZONA, AND ALL RELATED FACILITIES LOCATED WITHIN THE EXISTING SPRINGVILLE GENERATION STATION PLANT SITE.

Open Meeting
July 8, 2026
Phoenix, Arizona

BY THE COMMISSION:

FINDINGS OF FACT**BACKGROUND**

1. On May 1, 2026, Salt River Project Agricultural Improvement and Power District (“SRP” or “Company”) filed a motion with the Arizona Corporation Commission (“Commission”) to amend Decision No. 55477, dated March 18, 1987, to modify the Certificate of Environmental Compatibility (“CEC”) for the Springerville Generating Station (“SGS”) to allow for the conversion of Unit 4 from coal-fired to natural gas-fired boilers.

2. Decision No. 55477 authorized Tucson Electric Power Company (“TEP”) to construct a 350-megawatt (“MW”) coal-fired steam electric generating unit at SGS, which was identified as Unit 4. In 2002, Decision No. 55477 was modified by Decision No. 65347, to include, additional environmental restrictions regarding the construction and operation of Unit 4. In 2007, the CEC for SGS Unit 4 was transferred from TEP to SRP.

3. On March 10, 2026, the Commission in Decision No. 81675, granted the authorization for TEP to convert Units 1 and 2 at SGS from coal-fired to natural gas-fired boilers.

STAFF ANALYSIS

4. Commission Utilities Division Staff (“Staff”) reviewed the detailed application filed by the Company and finds the request reasonable and in the public interest. Staff notes that the conversion will significantly reduce the overall emissions from the plant with carbon dioxide emissions estimated to be reduced by 46 percent per year. The repowering of Unit 4 will also reduce the amount of coal ash deposited in landfills by roughly 45,000 tons per year.

5. SRP conducted a robust public outreach for the project and received substantial support from the community.

RECOMMENDATIONS

6. Staff recommends that the Commission amend Decision No. 55477 pursuant to Arizona Revised Statutes § 40-252 to allow for the conversion of the Springerville Generating Station Unit 4 to natural gas-fired boilers.

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CONCLUSIONS OF LAW

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2 1. The Commission has jurisdiction over Salt River Project Agricultural Improvement
3 and Power District with respect to the subject matter of the application.

4 2. Arizona Revised Statutes § 40-252 authorizes the Commission, upon notice to the
5 corporation affected and any interested parties, and after opportunity to be heard as upon a
6 complaint, to rescind, alter, or amend any order or decision made by it.

7 3. The Commission, having reviewed the request and Staff's Memorandum, has
8 determined it to be in the public interest to approve the requested modifications as discussed herein.

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ORDER

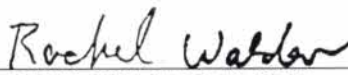
IT IS THEREFORE ORDERED that Salt River Project Agricultural Improvement and Power District's request to amend Decision No. 55477 pursuant to Arizona Revised Statutes § 40-252 is hereby modified to allow Salt River Project Agricultural Improvement and Power District to convert Springerville Generating Station Unit 4 to natural gas-fired boilers.

IT IS FUTHER ORDERED that all other provisions of Decision No. 55477 remain in effect.

IT IS FURTHER ORDERED that this Decision shall become effective immediately.

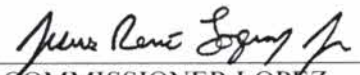
BY THE ORDER OF THE ARIZONA CORPORATION COMMISSION


CHAIR MYERS


VICE CHAIR WALDEN

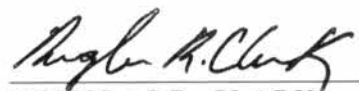

COMMISSIONER MÁRQUEZ PETERSON

EXCUSED
COMMISSIONER THOMPSON


COMMISSIONER LÓPEZ



IN WITNESS WHEREOF, I, DOUGLAS R. CLARK, Executive Director of the Arizona Corporation Commission, have hereunto, set my hand and caused the official seal of this Commission to be affixed at the Capitol, in the City of Phoenix, this 14th day of July, 2026.


DOUGLAS R. CLARK
EXECUTIVE DIRECTOR

DISSENT: _____

DISSENT: _____

RSP BAB:RAW:ka/MD

1 Salt River Project Agricultural Improvement and Power District
2 Docket Nos. L00000C-77-0031-00030 (L-00000C-01-0030) and L-00000C-86-0000-00074 (L-
0000C-01-0074)

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Consented to Service by Email