

APS Non-FERC Queue Policy

- 1. To deter Queue speculation from occurring within the Non-FERC interconnection track, APS policy, as of the Effective Date of February 08, 2012, is to assign Non-FERC Queue positions only when there is objective evidence that a project is real as measured by one of the following:
 - a. The Interconnection Customer (Applicant) has submitted a complete Facilities Study Agreement with deposits as required under Schedule 6 on file with the ACC, or
 - b. The Interconnection Customer has submitted a complete System Impact Study Agreement with required deposits under Schedule 6 *and* has been shortlisted under an APS PPA RFP.
- For clarity, a Queue position guarantees an interconnection applicant priority to use available substation facilities, distribution and transmission line capacity, and other system capabilities on a first-come, first-served basis. Once a project has obtained a Queue position, it is also added to the Non-FERC base case for all future Non-FERC studies, unless it drops out of the interconnection process.
- 3. <u>Treatment of Prior Projects</u>: Projects that submit a non-FERC interconnection application to APS on or after the Effective Date are subject to this policy. Projects that submitted a non-FERC interconnection application to APS before that date shall retain queue priority based upon the date that their first completed Non-FERC Study Agreement and deposit were received by APS.