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Docket Control
 Arizona Corporation Commission
 1200 W. Washington Street
 Phoenix, AZ 85007

RE: Quarterly Status Report on APS Solar Communities Program (formerly AZ Sun II)
 Docket Nos. E-01345A-16-0036 and E-01345A-16-0123

Pursuant to Decision No. 76295 (August 18, 2017), Arizona Public Service Company (APS or Company) was ordered to report on the APS Solar Communities program (the Program) as follows:

APS will file a report with the Commission on the status of the program every quarter during the term of the program. The reporting will list the number of installs in each eligible category until the next APS rate case.

APS submits this Program status report for the third quarter of 2020.

The APS Solar Communities program was established during APS's last rate case to make solar and its clean energy benefits available to limited- and moderate-income customers. Company marketing efforts, which include e-mail outreach and mail inserts, have focused on making these customers aware of the Program.

The following table shows the number of installations to date by category.

Eligible Category	Number of Installations
Limited-Income ¹	549
Moderate-Income ²	137
Multifamily ³	4
Non-Profits, Title I Schools, Rural Gov't ⁴	10

The Program's online application portal for residential customers closed in January 2020 when the expected budget threshold was reached. Residential projects that were in the queue at that time have either been installed and captured in the table above or are awaiting permits.

¹ Households with incomes at or below 200% of the federal poverty level.

² Households with incomes less than 100% of the median Arizona household income.

³ Multifamily housing complexes for limited- and moderate-income families. Two of the four multifamily housing installations are comprised of 37 individual rooftop installations located at the two multifamily communities.

⁴ Non-profits serving limited- and moderate-income customers, Title I Schools, and rural governments.

In the last quarterly filing, APS projected that all remaining residential customer installations would be complete by the end of the third quarter of 2020. As of September 30, eight residential installations still remain. These customers are all located in Hopi Tribe communities, which were subject to a prolonged shelter-in-place order in response to COVID-19. Due to these restrictions, the installer has been unable to travel to the customer sites, but APS continues to work with Hopi Village Governments to determine when it is safe to start installation.

The Company has installed solar systems at four multifamily facilities and is currently installing systems at two additional multifamily sites. APS plans to begin construction at 11 to 13 additional multifamily facilities in 2020. These sites are located throughout the APS service territory, including Prescott, Flagstaff and the Phoenix metro area. Since the last quarterly report, one multifamily customer decided to not participate in the program.

To date, APS has approved 20 applications from non-profits serving limited- and moderate-income customers, Title I Schools and rural governments. Of those, 10 systems have been granted permission to operate, including the City of Eloy, St. Vincent de Paul, Balsz School District, Pinal County, Glendale Elementary School District and Saddle Mountain High School. As of September 21, 2020, there are seven non-residential sites under construction and three sites awaiting permits. One site is in the design phase, after being selected to replace the multifamily customer that withdrew its application.

In the last quarterly report, APS signaled that the ongoing COVID-19 pandemic was affecting project installations. This impact continues, especially due to delays with local government permitting authorities and delays to new construction projects. As a result, APS anticipates that some projects will carry over to the first half of 2021.

The health and safety of our customers and employees remain the Company's top priority. With that in mind, APS is working to meet Commission requirements, maintain the Program's timing expectations, and evaluate and respond to customer needs.

Please let me know if you have any questions.

Sincerely,

/s/ Rod Ross

Rodney J. Ross
RR/bg

cc: Parties of Record