



0000039065

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28

BEFORE THE ARIZONA CORPORATION COMMISSION

JEFF HATCH-MILLER
Chairman
WILLIAM A. MUNDELL
Commissioner
MARC SPITZER
Commissioner
MIKE GLEASON
Commissioner
KRISTIN K. MAYES
Commissioner

Arizona Corporation Commission

DOCKETED

JAN 05 2006

DOCKETED BY *AK*

IN THE MATTER OF THE APPLICATION
OF SOUTHWEST GAS CORPORATION
FOR APPROVAL OF A SPECIAL GAS
PROCUREMENT AGREEMENT WITH
TUCSON ELECTRIC POWER COMPANY

DOCKET NO. G-01551A-05-0885
E-01933A-05-0885

DECISION NO. 68390

ORDER

Open Meeting
December 29, 2005
Phoenix, Arizona

BY THE COMMISSION:

FINDINGS OF FACT

1. Southwest Gas Corporation ("Southwest") is engaged in providing natural gas service within portions of Arizona, pursuant to authority granted by the Arizona Corporation Commission ("Commission").
2. On December 9, 2005, Southwest filed for Commission approval of a special gas procurement agreement ("SGPA") with Tucson Electric Power Company ("TEP"). TEP uses natural gas to generate electricity.
3. Southwest has served TEP through SGPAs for a number of years.
4. In Decision No. 67453 (January 4, 2005), the Commission approved the most recent SGPA between Southwest and TEP, which included pricing terms through December 2005.
5. The specific charges for serving TEP were provided to Staff under a confidentiality agreement.

...

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28

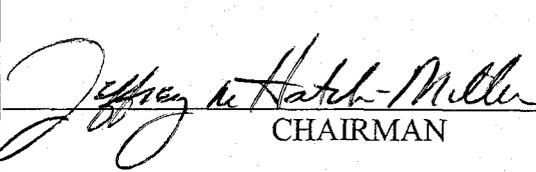
ORDER

IT IS THEREFORE ORDERED that the SGPA between Southwest Gas Corporation and Tucson Electric Power Company be and hereby is approved as discussed herein.

IT IS FURTHER ORDERED that ratepayers are not responsible in any future proceeding for any negative margins resulting from the SPGA.

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

BY THE ORDER OF THE ARIZONA CORPORATION COMMISSION


CHAIRMAN

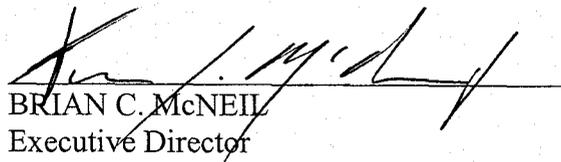

COMMISSIONER


COMMISSIONER


COMMISSIONER


COMMISSIONER

IN WITNESS WHEREOF, I BRIAN C. McNEIL, 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 5th day of January, 2006.


BRIAN C. McNEIL
Executive Director

DISSENT: _____

DISSENT: _____

EGJ:RGG:lhmcck

1 SERVICE LIST FOR: Southwest Gas Corporation and Tucson Electric Power Company
2 DOCKET NOS. G-01551A-05-0885 and E-01933A-05-0885

3 Mr. Randall W. Sable
4 Manager, State Regulatory Affairs
5 Southwest Gas Corporation
6 5241 Spring Mountain Road
7 Post Office Box 98510
8 Las Vegas, Nevada 89193-8510

9 Mr. David Hutchens
10 General Manager, Fuels & Wholesale Power
11 Tucson Electric Power Company
12 3950 East Irvington Road
13 Post Office Box 7111
14 Tucson, Arizona 85702

15 Mr. Ernest G. Johnson
16 Director, Utilities Division
17 Arizona Corporation Commission
18 1200 West Washington
19 Phoenix, Arizona 85007

20 Mr. Christopher C. Kempley
21 Chief Counsel
22 Arizona Corporation Commission
23 1200 West Washington
24 Phoenix, Arizona 85007