

ORIGINAL

THIS AMENDMENT:



0000050821

____ Passed _____ Passed as amended by _____

____ Failed _____ Not Offered _____

6009

GLEASON PROPOSED AMENDMENT #1

DATE PREPARED: May 30, 2005

COMPANY: Morenci Water & Electric Company

DOCKET NO.: E-01049A-06-0219

OPEN MEETING DATES: May 31 and June 1, 2006

AGENDA ITEM: U-2

Page 6, between lines 3 and 4, INSERT a new Finding of Fact 17 to read:

“17. We will approve the proposed adjustor rate as recommended by Staff. However, in future proceedings, we will consider an alternative adjustor mechanism that is based on the 24-month rolling average of Morenci’s fuel and purchased power costs and that does not impose any triggering thresholds or bandwidths.”

Page 7, between lines 3 and 4, INSERT:

“IT IS FURTHER ORDERED that Staff shall develop an alternative adjustor mechanism that is based on the 24-month rolling average of Morenci’s fuel and purchased power costs and that does not impose any triggering thresholds or bandwidths. Staff shall file its proposal for this alternative adjustor in the docket for Morenci’s next application for a change in its PPFAC rate or next permanent rate case application, whichever comes first.”

Make all conforming changes.

AZ CORP COMMISSION
DOCUMENT CONTROL

2006 MAY 30 P 2:24

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