

ORIGINAL

THIS AMENDMENT:

_____ Passed _____ Passed as amended by _____

_____ Failed _____ Not Offered _____



0000078286

6000

MAYES PROPOSED AMENDMENT # 1

DATE PREPARED: October 31, 2007

COMPANY: UNS Gas, Inc.

AGENDA ITEM NO. U-2

DOCKET NO. G-04204A-06-0463 et al.

OPEN MEETING DATE: November 8, 2007

G-04204A-06-0013

G-04204A-05-0831

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DELETE from line 18 beginning with, "However, the RUCO...", through line 23.

INSERT: "We believe that the amount of legal expenses granted to UNS in this case should be set at a just and reasonable level that is reflective of the amount of legal expenses UNS is likely to annually incur. El Paso FERC cases have not been annually occurring events; therefore, we believe that the allowance for legal expenses should be adjusted to a normal, ongoing level. We believe that a total allowance of \$1 million, normalized over three years, for legal expenses is appropriate in this case. This would provide the Company with \$333,400 annual allowance. We therefore believe it is reasonable, based on the record, to allow legal expenses of \$333,400 to UNS in this case."

Make all conforming changes, including changes to revenue requirement and rates.

Arizona Corporation Commission
DOCKETED

OCT 31 2007

DOCKETED BY nr

AZ CORP COMMISSION
DOCKET CONTROL

2007 OCT 31 P 4:46

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