

ORIGINAL

THIS AMENDMENT:

Passed _____ Passed as amended by _____

Failed _____ Not Offered _____



0000078313

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MAYES PROPOSED AMENDMENT # 3

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 Lines 21 through 26, INSERT: "We believe that Staff's use of UNS' actual capital structure is reasonable in this case. The actual capital structure of UNS Gas is in line with other comparable companies. Therefore, we adopt a capital structure of 55.33% long-term debt and 44.67% common equity."

DELETE Lines 27 through 28.

Page 39

DELETE Lines 1 through 8.

Page 45

Lines 4 through 5, DELETE: "In any event, our adoption...associated with growth."

Line 9, DELETE: "50.0" INSERT: "44.67"

Line 10, DELETE: "50.0" INSERT: "55.33"

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

Arizona Corporation Commission
DOCKETED
OCT 31 2007

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2007 OCT 31 P 4: 46
AZ CORP COMMISSION
DOCKET CONTROL