

ORIGINAL

THIS AMENDMENT:

Passed _____ Passed as amended by _____

Failed _____ Not Offered _____



0000078315

6002

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

DOCKETED BY nr

AZ CORP COMMISSION
DOCKET CONTROL

2007 OCT 31 P 4: 46

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