

ORIGINAL



THIS AMENDMENT:		
_____ Passed _____	Passed as amended by _____	
_____ Failed _____	_____ Not Offered _____	_____ Withdrawn _____

GLEASON PROPOSED AMENDMENT #3

DATE PREPARED: November 5, 2007

COMPANY: UNSG Gas, Inc.

DOCKET NOS: G-04204A-06-0463, G-04204A-06-0013 and G-04204A-05-0831

OPEN MEETING DATES: November 8, 2007

AGENDA ITEM: U-2

Page 27, STRIKE lines 1 through 18, INSERT:

“UNSG has shown that its average cash compensation for non-union employees is actually *below* that of comparable companies (UNSG-13 at 9) and argues that its employee compensation expenses should be recovered in rates, absent a finding that UNSG’s overall employee compensation costs are imprudent. We have made no such finding and agree with UNSG that there is therefore no basis for denying UNSG full recovery of \$63,430 for its PEP-related expense.”

Page 83, line 11, INSERT a new Finding of Fact to read:

“17. The Company’s request to recover its full PEP expense is reasonable in this case, and we will grant it.”

Re-number Findings of Fact to conform

Make all conforming changes

Arizona Corporation Commission
DOCKETED
 NOV 05 2007

DOCKETED [Signature]

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 2007 NOV -5 P 4: 09
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