

Quarterly Gas Cost Rate Adjustment—Northern Nevada Division

On August 31, 2012, Southwest Gas Corporation filed a Quarterly Gas Cost Rate Adjustment with the Public Utilities Commission of Nevada. On October 1, 2012, rates for Northern Nevada customers will decrease by \$0.04678 per therm. The result of this filing is a decrease in annual revenues of \$4,197,321 or 5.1%.

The transactions and recorded cost of natural gas which are the basis for the quarterly rate adjustment will be reviewed for reasonableness and prudence in the next annual rate adjustment proceeding.

Monthly bills that contain usage prior to and after the effective date of the rate adjustment will be billed the applicable rate, based on when usage occurred.

The table on the back of this notice shows the change in an average monthly bill for each rate schedule. The change to individual customer bills will vary depending on the amount of gas consumed.

NORTHERN NEVADA DIVISION RATE SCHEDULE		Avg. Monthly Change (\$)	Percentage Change
Single-Family Residential Gas Service	NG-RS	- 2.90	- 4.7%
Multi-Family Residential Gas Service	NG-RM	- 1.70	- 4.5%
General Gas Service			
Small	NG-G (S)	- 1.26	- 2.7%
Medium	NG-G (M)	- 8.30	- 5.8%
Large	NG-G (L)	- 79.51	- 6.2%
Transportation Eligible	NG-G (TE)	- 1,237.13	- 7.1%
Air Conditioning Gas Service	NG-AC	- 13.12	- 6.7%
Water Pumping Gas Service	NG-WP	- 4.17	- 4.6%
Small Electric Generation Gas Service	NG-EG	- 27.17	- 5.9%
Street and Outdoor Lighting Gas Service	NG-L	- 1.21	- 4.1%

For additional information, please call customer assistance at the number listed on your bill. Customers may send written comments or protests to:

Public Utilities Commission of Nevada 1150 East William Street Public Utilities Commission of Nevada or 9075 West Diablo Drive, Suite 250 Las Vegas, NV 89148-7674

Carson City, NV 89701-3109