

January 31, 2007

TO ALL HOLDERS OF SOUTHWEST GAS CORPORATION ARIZONA GAS TARIFF NO. 7

Subject: Revision No. 123

This revision reflects authorization by the Arizona Corporation Commission for Southwest to implement monthly gas cost rates for its customers in Arizona. Such sheets reflect revised rates effective January 31, 2007.

The following changes should be made in your copy of Southwest's Arizona Gas Tariff No. 7:

Insert A.C.C. Sheet No.

Supersedes A.C.C. Sheet No.

Eighty-Seventh Revised Sheet No. 11 Ninetieth Revised Sheet No. 12 Eighty-Sixth Revised Sheet No. 11 Eighty-Ninth Revised Sheet No. 12

Debra Jacobson, Director Government and State Regulatory Affairs