

SOUTHWEST GAS CORPORATION
ARIZONA

TAXES AND ASSESSMENTS ON GAS SALES NOT INCLUDED IN RATES

Foot Note	City	COUNTY SALES TAX			STATE SALES TAX			CITY TAXES				TOTAL EFFECTIVE RATES (Includes ACC and RUCO rates, as applicable)					
		Effective		Effective	Effective		Effective	Sales Tax		Business Taxes		Residential		Commercial	Industrial	Transport	
		Industrial	Transp.	Res/Com.	Industrial	Transp.	Res/Com.	Statutory	Effective Industrial	Effective Transp.	Effective Res/Com.	Ind/Trans	Res/Com.	Residential	Commercial	Industrial	Transport
	Apache Junction (Pinal County)	1.10%	1.10%	1.10%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	3.20%	3.20%	0.00%	10.21%	10.15%	10.15%	10.15%
	Apache Junction (Maricopa Co.)	0.70%	0.70%	0.70%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	3.20%	3.20%	0.00%	9.81%	9.75%	9.75%	9.75%
[C]	Avondale	0.50%	0.50%	0.50%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	2.50%	2.50%	0.00%	11.23%	11.17%	11.17%	11.17%
[C]	Benson	0.52%	0.52%	0.52%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	2.50%	2.50%	0.00%	8.81%	8.64%	8.64%	8.64%
[C]	Bisbee	0.70%	0.70%	0.70%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	2.50%	2.50%	0.00%	12.09%	12.03%	12.03%	12.03%
[C]	Buckeye	0.25%	0.25%	0.25%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	2.00%	2.00%	0.00%	8.73%	8.67%	8.67%	8.67%
[C]	Bullhead City	0.70%	0.70%	0.70%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	2.00%	2.00%	0.00%	8.27%	8.21%	8.21%	8.21%
[C]	Carefree	1.13%	1.13%	1.13%	5.73%	5.73%	5.74%	0.00%	0.00%	0.00%	2.00%	2.00%	0.00%	11.73%	11.67%	11.67%	11.67%
[C]	Casa Grande	0.70%	0.70%	0.70%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	2.75%	2.75%	0.00%	11.42%	11.36%	11.36%	11.36%
[C]	Cave Creek	0.72%	0.72%	0.72%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	2.00%	2.00%	0.00%	11.69%	11.63%	11.63%	11.63%
[C]	Chandler	0.51%	0.51%	0.51%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	3.00%	3.00%	0.00%	9.91%	9.85%	9.85%	9.85%
[A]	Clifton	1.00%	1.00%	1.00%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	12.04%	11.98%	11.98%	11.98%
[E]	Colorado Riv. Ind. Res.	1.13%	1.13%	1.13%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	2.50%	2.50%	0.00%	12.09%	12.03%	12.03%	12.03%
[C]	Coolidge	0.52%	0.52%	0.52%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	3.00%	3.00%	0.00%	11.73%	11.67%	11.67%	11.67%
[C]	Douglas	0.72%	0.72%	0.72%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	2.00%	2.00%	0.00%	9.91%	9.85%	9.85%	9.85%
[C]	El Mirage	1.10%	1.10%	1.10%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	2.00%	2.00%	0.00%	11.04%	10.98%	10.98%	10.98%
[C]	Elroy	1.10%	1.10%	1.10%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	2.00%	2.00%	0.00%	9.61%	9.55%	9.55%	9.55%
[C]	Florence	1.10%	1.10%	1.10%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	2.00%	2.00%	0.00%	8.53%	8.47%	8.47%	8.47%
[C]	Fountain Hills	0.70%	0.70%	0.70%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	2.60%	2.60%	0.00%	9.04%	8.98%	8.98%	8.98%
[C]	Gila Bend	0.70%	0.70%	0.70%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	1.50%	1.50%	0.00%	8.73%	8.67%	8.67%	8.67%
[C]	Gilbert	0.70%	0.70%	0.70%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	1.80%	1.80%	0.00%	9.04%	8.98%	8.98%	8.98%
[C]	Glendale	0.70%	0.70%	0.70%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	2.00%	2.00%	0.00%	10.23%	10.17%	10.17%	10.17%
[C]	Globe	1.00%	1.00%	1.00%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	1.80%	1.80%	0.00%	12.66%	12.60%	12.60%	12.60%
[C]	Globe	1.00%	1.00%	1.00%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	2.00%	2.00%	0.00%	10.73%	10.67%	10.67%	10.67%
[C]	Goodyear	0.70%	0.70%	0.70%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	3.00%	3.00%	0.00%	9.61%	9.55%	9.55%	9.55%
[C]	Guadalupe	1.00%	1.00%	1.00%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	3.00%	3.00%	0.00%	8.53%	8.47%	8.47%	8.47%
[C]	Hayden	0.50%	0.50%	0.50%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	2.50%	2.50%	0.00%	9.04%	8.98%	8.98%	8.98%
[C]	Huachuca City	1.13%	1.13%	1.13%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	1.50%	1.50%	0.00%	8.73%	8.67%	8.67%	8.67%
[C]	Kearny	0.70%	0.70%	0.70%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	2.00%	2.00%	0.00%	10.41%	10.34%	10.34%	10.34%
[C]	Litchfield Park	1.13%	1.13%	1.13%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	4.00%	4.00%	0.00%	9.47%	9.40%	9.40%	9.40%
[C]	Mammoth	0.50%	0.50%	0.50%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	2.00%	2.00%	0.00%	13.98%	13.92%	13.92%	13.92%
[A]	Maricopa	1.10%	1.10%	1.10%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	2.00%	2.00%	0.00%	8.91%	8.85%	8.85%	8.85%
[A]	Mesa	0.71%	0.71%	0.71%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	1.75%	1.75%	0.00%	9.40%	9.34%	9.34%	9.34%
[C]	Miami	1.02%	1.02%	1.02%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	2.00%	2.00%	0.00%	14.04%	13.98%	13.98%	13.98%
[C]	Oro Valley	0.50%	0.50%	0.50%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	2.00%	2.00%	0.00%	8.41%	8.34%	8.34%	8.34%
[A]	Paradise Valley	0.70%	0.70%	0.70%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	3.00%	3.00%	0.00%	13.11%	13.04%	13.04%	13.04%
[C]	Parker	1.03%	1.03%	1.03%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	3.00%	3.00%	0.00%	14.16%	14.10%	14.10%	14.10%
[C]	Pecunia	0.73%	0.73%	0.73%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	2.70%	2.70%	0.00%	11.50%	11.43%	11.43%	11.43%
[C]	Phoenix	0.72%	0.72%	0.72%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	2.25%	2.25%	0.00%	10.92%	10.86%	10.86%	10.86%
[C]	Queen Creek	0.70%	0.70%	0.70%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	2.00%	2.00%	0.00%	10.53%	10.47%	10.47%	10.47%
[C]	Queen Creek	0.50%	0.50%	0.50%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	2.00%	2.00%	0.00%	2.29%	2.23%	2.23%	2.23%
[C]	Sahuila	1.00%	1.00%	1.00%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	3.50%	3.50%	0.00%	10.64%	10.58%	10.58%	10.58%
[C]	San Carlos Ind. Res.	1.10%	1.10%	1.10%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	1.65%	1.65%	0.00%	8.73%	8.67%	8.67%	8.67%
[C]	San Luis	0.70%	0.70%	0.70%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	2.00%	2.00%	0.00%	8.41%	8.34%	8.34%	8.34%
[C]	Scottsdale	0.50%	0.50%	0.50%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	2.00%	2.00%	0.00%	9.64%	9.58%	9.58%	9.58%
[C]	Sierra Vista	1.10%	1.10%	1.10%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	2.50%	2.50%	0.00%	11.03%	10.97%	10.97%	10.97%
[C]	Somerston	0.51%	0.51%	0.51%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	2.50%	2.50%	0.00%	2.50%	2.44%	2.44%	2.44%
[C]	South Tucson	0.51%	0.51%	0.51%	5.61%	5.61%	5.62%	0.00%	0.00%	0.00%	2.50%	2.50%	0.00%	11.03%	10.97%	10.97%	10.97%

**SOUTHWEST GAS CORPORATION
ARIZONA**

TAXES AND ASSESSMENTS ON GAS SALES NOT INCLUDED IN RATES

Foot Note	City	COUNTY SALES TAX				STATE SALES TAX				CITY TAXES				TOTAL EFFECTIVE RATES <i>(Includes ACC and RUCO rates, as applicable)</i>					
		Effective		Effective Res/Com.	Franchise Fees		Effective		Effective Res/Com.	Sales Tax		Business Taxes		Residential		Commercial		Industrial	Transport
		Industrial	Transport		Effective Industrial	Effective Transport	Effective Industrial	Effective Transport		Statutory	Effective Industrial	Effective Transport	Ind/Trans	Res/Com.	Residential	Commercial			
[C]	Superior	1.13%	1.13%	1.13%	5.73%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	0.00%	0.00%	11.04%	10.98%	10.98%	11.08%		
[C]	Surprise	0.70%	0.70%	0.72%	5.61%	0.00%	0.00%	0.00%	0.00%	2.20%	2.20%	0.00%	0.00%	10.93%	10.87%	8.75%	8.75%		
[C]	Tempe	0.73%	0.73%	5.84%	5.84%	4.00%	4.00%	4.00%	4.00%	1.80%	1.80%	0.00%	0.00%	12.66%	12.60%	12.60%	12.60%		
[C]	Tolleson	0.72%	0.70%	0.72%	5.61%	2.00%	2.00%	2.00%	2.00%	0.00%	2.50%	0.00%	0.00%	8.73%	8.67%	8.67%	9.05%		
[C]	Tombstone	0.50%	0.50%	0.51%	5.61%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	8.53%	8.47%	6.34%	6.34%		
[C] [D]	Tucson	0.52%	0.51%	0.52%	5.73%	3.00%	3.00%	3.00%	3.00%	2.00%	2.00%	0.00%	0.00%	11.59%	11.53%	11.53%	10.47%		
[C]	Wellton	1.10%	1.10%	1.10%	5.61%	0.00%	0.00%	0.00%	0.00%	2.50%	2.50%	0.00%	0.00%	9.51%	9.45%	9.45%	9.45%		
[C]	Wickenburg	0.70%	0.70%	0.73%	5.61%	0.00%	0.00%	0.00%	0.00%	1.70%	1.70%	0.00%	0.00%	12.56%	12.50%	8.25%	8.25%		
[C]	Willcox	0.50%	0.50%	0.50%	5.61%	0.00%	0.00%	0.00%	0.00%	3.00%	3.00%	0.00%	0.00%	9.41%	9.34%	9.34%	9.34%		
[C]	Winkelman	1.00%	1.00%	1.02%	5.61%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	9.04%	8.98%	8.98%	8.98%		
[C]	Youngtown	0.70%	0.70%	0.70%	5.61%	0.00%	0.00%	0.00%	0.00%	3.00%	3.00%	0.00%	0.00%	9.61%	9.55%	9.55%	9.55%		
[C]	Yuma	1.10%	1.10%	1.13%	5.61%	0.00%	0.00%	0.00%	0.00%	1.70%	1.70%	0.00%	0.00%	10.84%	10.78%	8.65%	8.65%		

County Taxes (Outside City Limits)

County	Cochise	Gila	Graham	Greenlee	LaPaz	Maricopa	Mohave	Pima	Phinal	Yuma
Statutory County Sales Tax Rate	0.50%	1.00%	0.50%	0.50%	1.00%	0.70%	0.25%	0.50%	1.10%	1.10%
[B] State and County Effective Rate	6.41%	6.91%	6.41%	6.41%	6.91%	6.61%	6.16%	6.41%	7.01%	7.01%

Statutory State Sales Tax Rate	5.60%
Arizona Corporation Commission Assessment (ACC) Rate	0.23%
Residential Utility Consumer Office Assessment (RUCO) Rate	0.06%

Effective: October 1, 2007

- [A] Cities with Property Tax Equivalent Franchise Fee
- [B] For Residential Customers the Effective Rate Includes State Sales Tax, ACC and RUCO
- [C] The Statutory Franchise Fee Rate is 2%
- [D] Transportation Customers subject to a Transportation Franchise Fee (TFF)
- [E] Utility Business Activity Tax

GENERAL The charges of the Utility do not include the applicable proportionate part of any taxes or governmental impositions which are assessed on the basis of gross revenues and/or the price or revenue from the gas or service sold and/or the volume of gas generated or purchased for sale and/or sold hereunder.

The industrial classification applies to electric generation (G-60) customers, unless otherwise noted.

APPLICABILITY In order to collect the stated taxes, fees and assessments as shown for the various taxing authorities, the effective tax rates will be added for gas service.