August 13, 2001

TO ALL HOLDERS OF SOUTHWEST GAS CORPORATION'S CALIFORNIA GAS TARIFF

Subject: Revision No. 223

The attached tariff sheets reflect the authorization granted by the California Public Utilities Commission for Southwest to implement monthly gas cost rates for its customers in California. Such sheets reflect revised rates effective August 7, 2001, for the Gas Cost component of Schedule No. GCP.

The attached tariff sheets also reflect an update, effective August 7, 2001, to the: (1) Core Subscription Procurement Charge Schedule No. G-CS; and (2) Transportation Franchise Fee (TFF) Surcharge applicable to core and noncore customers who secure their own sources of supply. In addition, the Purchased Gas Cost Balancing Account Adjustment (PGA) rates have been set to zero to reflect the fact that the PGA balances have been fully amortized.

Please make the following changes in your copy of Southwest's California Gas Tariff:

_	Cal. P.U.C. Sheet No.	Title of Sheet	Canceling Cal. P.U.C. Sheet No.
	5398-G	Statement of Rates - Effective Rates Applicable to Southern California Division Schedules	5390-G
	5399-G	Statement of Rates - Effective Rates Applicable to Southern California Division Schedules (Continued)	5391-G
	5400-G	Statement of Rates - Effective Rates Applicable to Northern California Division Schedules	5392-G

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Subject: Revision No. 223 (continued)

5401-G	Statement of Rates - Effective Rates Applicable to Northern California Division Schedules (Continued)	5393-G
5402-G	Schedule No. GCP – Gas Procurement For Core Customers	5394-G
5403-G	Table of Contents (Cont.)	5395-G
5404-G	Table of Contents (Cont.)	5396-G
5405-G	Table of Contents	5397-G

Keith A. Brown Supervisor, State Regulatory Affairs

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