TO ALL HOLDERS OF SOUTHWEST GAS CORPORATION CALIFORNIA GAS TARIFF

Subject: Revision No. 268 (Advice Letter 703)

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 January 7, 2004, for the Gas Cost component of Schedule No. GCP.

The attached tariff sheets also reflect the following updates: (1) Core Subscription Procurement Charge Schedule No. G-CS; and (2) Transportation Franchise Fee (TFF) Surcharge applicable to core and non-core customers who secure their own sources of supply.

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. <u>Sheet No.</u>
5799-G	Statement of Rates - Effective Rates Applicable to Northern California Division Schedules	5793-G
5800-G	Statement of Rates - Effective Rates Applicable to Southern California Division Schedules (Continued)	5794-G
5801-G	Statement of Rates - Effective Rates Applicable to Northern California Division Schedules	5795-G
5802-G	Statement of Rates - Effective Rates Applicable to Northern California Division Schedules (Continued)	5796-G
5803-G	Schedule No. GCP - Gas Procurement for Core Customers	5787-G
5804-G 5805-G 5806-G	Table of Contents (Continued) Table of Contents (Continued) Table of Contents	5797-G 5789-G 5798-G

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