December 6, 2006

TO ALL HOLDERS OF SOUTHWEST GAS CORPORATION CALIFORNIA GAS TARIFF

Subject: Revision No. 320 (Advice Letter No. 772)

The attached tariff sheets reflect the authorization granted by the California Public Utilities Commission (Commission) for Southwest to implement monthly gas cost rates for its customers in California. The attached sheets reflect 1) revised rates effective December 7, 2006, for the Gas Cost component of Schedule No. GCP, and 2) updates the 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. Sheet No. |
|--------------------------|---|---------------------------------------|
| | | |
| 6413-G | Statement of Rates - Effective Rates Applicable to Southern California Division Schedules | 6404-G |
| 6414-G | Statement of Rates - Effective Rates Applicable to Southern California Division Schedules | 6405-G |
| 6415-G | Statement of Rates - Effective Rates Applicable to Southern California Division Schedules | 6406-G |
| 6416-G | Statement of Rates - Effective Rates Applicable to Northern California Division Schedules | 6407-G |
| 6417-G | Statement of Rates - Effective Rates Applicable to Northern California Division Schedules | 6408-G |
| 6418-G | Schedule No. GCP – Gas Procurement For Core Customers | 6409-G |
| 6419-G | Table of Contents (Continued) | 6410-G |

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| _ | Cal. P.U.C. Sheet No. | Title of Sheet | Canceling Cal. P.U.C. Sheet No. |
|---|--------------------------|-------------------------------|---------------------------------------|
| | 6420-G | Table of Contents (Continued) | 6411-G |
| | 6421-G | Table of Contents | 6412-G |

Debra S. Jacobson Director, Government and State Regulatory Affairs

DSJ:vo Attachments