

June 1, 2016

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

Subject: Revision No. 287

This revision reflects the changes pursuant to the Arizona Corporation Commission's approval of Southwest Gas Corporation's Application to adjust its Customer-Owned Yardline (COYL) surcharge. The revised rates are effective June 1, 2016.

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

Insert A.C.C. Sheet No. Supersedes A.C.C. Sheet No. 229th Revised Sheet No. 11 232nd Revised Sheet No. 12 81st Revised Sheet No. 13

43rd Revised Sheet No. 14

228th Revised Sheet No. 11 231st Revised Sheet No. 12 80th Revised Sheet No. 13

42nd Revised Sheet No. 14

Matthew Derr Regulatory Manager/Arizona

STATEMENT OF RATES <u>EFFECTIVE SALES RATES APPLICABLE TO ARIZONA SCHEDULES</u> <u>1/2/</u>

Canceling _

Description	Delivery Charge		<u>3</u> / Rate Adjustment		Monthly Gas Cost		Currently Effective Tariff Rate		
G-5 – Single-Family Residential Gas Service									
Basic Service Charge per Month	\$	10.70					\$	10.70	
Commodity Charge per Therm:									
All Usage	\$.70314	\$	(.06833)	\$.41330	\$	1.04811	
G-6 – Multi-Family Residential Gas Service									
Basic Service Charge per Month	\$	9.70					\$	9.70	
Commodity Charge per Therm:									
All Usage	\$.70314	\$	(.06833)	\$.41330	\$	1.04811	
G-10– Single-Family Low Income Residential Gas Service									
Basic Service Charge per Month	\$	7.50					\$	7.50	
Commodity Charge per Therm:									
Summer (May–October):									
All Usage	\$.70314	\$	(.08569)	\$.41330	\$	1.03075	
Winter (November–April):									
First 150 Therms	\$.39452	\$	(.08569)	\$.41330	\$.72213	
Over 150 Therms		.70314	\$	(.08569)	\$.41330		1.03075	
G-11– Multi-Family Low Income Residential Gas Service									
Basic Service Charge per Month	\$	7.50					\$	7.50	
Commodity Charge per Therm:									
Summer (May–October):									
All Usage	\$.70314	\$	(.08569)	\$.41330	\$	1.0307	
Winter (November–April):									
First 150 Therms	\$.39452	\$	(.08569)	\$.41330	\$.72213	
Over 150 Therms		.70314	\$	(.08569)	\$.41330		1.0307	
G-15– Special Residential Gas Service for Air Conditioning									
Basic Service Charge per Month	\$	10.70					\$	10.70	
Commodity Charge per Therm:									
Summer (May–October):									
First 15 Therms	\$.70314	\$	(.02690)	\$.41330	\$	1.08954	
Over 15 Therms	·	.13077	\$	(.02690)	\$.41330		.51717	
Winter (November–April):			•	/	•				

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232nd Revised A.C.C. Sheet No. _____ 231st Revised A.C.C. Sheet No. ____

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EFFECTIVE SALES I		ontinue				<u> </u>	
Description	Delivery Charge		<u>3</u> / Rate justment		Aonthly as Cost	Currently Effective Tariff Rate	
G-20-Master-Metered Mobile			<u>, </u>				
Home Park Gas Service Basic Service Charge per Month	\$ 66.00					\$ 66.00	
Commodity Charge per Therm: All Usage	\$.47189	\$	(.01775)	\$.41330	\$.86744	
G-25– General Gas Service	φ .47105	Ψ	(.01110)	Ψ	.41000	ψ	
Basic Service Charge per Month:							
Small	\$ 27.50					\$ 27.50	
Medium	43.50					43.50	
Large-1	80.00					80.00	
Large-2	470.00					470.00	
Transportation Eligible	950.00					950.00	
Commodity Charge per Therm:	¢ 00044	¢	(07740)	¢	44000	¢ 4 47400	
Small, All Usage	\$.83914	\$	(.07748)	\$.41330 .41330	\$ 1.17496	
Medium, All Usage	.45834		(.07748)			.79416	
Large-1, All Usage	.41263		(.07748)		.41330	.74845	
Large-2, All Usage	.28856		(.07748)		.41330	.62438	
Transportation Eligible	.10923		(.02690)		.41330	.49563	
Demand Charge per Month-							
Transportation Eligible: Demand Charge <u>4</u> /	\$.082459					\$.082459	
• -	ψ.002409					ψ.002409	
G-30– Optional Gas Service Basic Service Charge per Month	As specified on	A.C.C. Sh	eet No. 27.				
Commodity Charge per Therm:	-						
All Usage	As specified on	A.C.C. Sh	eet No. 28.				
G-40– Air Conditioning Gas Service Basic Service Charge per Month Commodity Charge per Therm:	As specified on	A.C.C. Sh	eet No. 32.				
All Usage	\$.13077	\$	(.02690)	\$.41330	\$.51717	
G-45– Street Lighting Gas Service Commodity Charge per Therm of Rated Capacity:							
All Usage	\$.69242	\$	(.02690)	\$.41330	\$ 1.07882	
G-55– Gas Service for Compression 5/ on Customer's Premises Basic Service Charge per Month:							
Small	\$ 27.50					\$ 27.50	
Large	\$ 27.50 250.00					\$ 27.50 250.00	
Residential	10.70					10.70	
Commodity Charge per Therm:	10.70					10.10	
All Usage	\$.21470	\$	(.02690)	\$.41330	\$.60110	
G-60– Electric Generation Gas Service			. ,				
Basic Service Charge per Month Commodity Charge per Therm:	As specified on	A.C.C. Sh	eet No. 40.				
All Usage	\$.15421	\$	(.02690)	\$.41330	\$.54061	
G-75– Small Essential Agricultural User Gas Service			. ,				
Basic Service Charge per Month	\$ 120.00					\$ 120.00	
Commodity Charge per Therm:							
All Usage	\$.28037	\$	(.02690)	\$.41330	\$.66677	

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Arizona Gas Tariff No. 7 Arizona Division	_ Canceling _		<u>Revised</u> A.C.C. <u>Revised</u> A.C.C.		13 13
EFFECTIVE SALES R	RATES APPLI	NT OF RATE <u>CABLE TO Al</u> ntinued)	-	<u>EDULES 1/ 2/</u>	
Description G-80 – Natural Gas Engine <u>6</u> / Water Pumping Gas Service	Delivery Charge	<u>3</u> / Rate Adjustment	Monthly Gas Cost	Currently Effective Tariff Rate	
Basic Service Charge per Month: Off-Peak Season (October–March) Peak Season (April–September) Commodity Charge per Therm: All Usage	\$.00 \$ 125.00 \$.22065	\$.01365	\$.20316	\$.00 \$ 125.00 \$.43746	

1/ All charges are subject to adjustment for any applicable taxes or governmental impositions.

2/ Customers taking transportation service will pay the Basic Service Charge, the Commodity Charge per Therm less the Monthly Gas Cost, and Demand Charge, if applicable, of the Currently Effective Tariff Rate for each meter included in the transportation service agreement, plus an amount of \$0.00280 per therm for distribution shrinkage as defined in Rule No. 1 of this Arizona Gas Tariff. The shrinkage charge shall be updated annually effective May 1. For customers converting from sales service, an additional amount equal to the currently effective Gas Cost Balancing Account Adjustment will be assessed for a period of 12 months.

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STATEMENT OF RATES <u>EFFECTIVE SALES RATES APPLICABLE TO ARIZONA SCHEDULES</u> ^{1/2/} *(Continued)*

<u>3</u>/ The Rate Adjustment applicable to each tariff rate schedule includes the following components.

Description	 G-5, G-6	G	-10, G-11		G-15	 G-20	Adjustment Date	
Low Income Ratepayer Assistance	\$ 0.00915	۴	n/a	¢	n/a	\$ 0.00915	1st Billing Cycle in May	
Demand Side Management Gas Research Fund	0.00421 0.00099	\$	0.00200 0.00099	\$	0.00421 0.00099	0.00421 0.00099	Per Commission Order 1st Billing Cycle in May	
Department of Transportation Gas Cost Balancing Account	0.00245 (0.04055)		0.00245 (0.04055)		0.00245 (0.04055)	0.00245 (0.04055)	1st Billing Cycle in March Per Commission Notification	
COYL Cost Recovery	0.00600		(0.04055) n/a		0.00600	0.00600	Per Commission Order	ı
EEP Total Rate Adjustment	\$ (0.05058) (0.06833)	\$	(0.05058) (0.08569)	\$	<u>n/a</u> (0.02690)	\$ n/a (0.01775)	Per Commission Order	I

Description	G-25S, G-25M, G-25-L1, <u>G-25-L2</u>	G-25TE, G-40, G-45, G-55, G-60, G-75	<u> </u>	G-30, SB-1, Special <u>Contracts</u>	Adjustment Date
Low Income Ratepayer Assistance	n/a	n/a	n/a	n/a	1st Billing Cycle in May
Demand Side Management	\$ 0.00421	\$ 0.00421	\$ 0.00421	n/a	Per Commission Order
Gas Research Fund	0.00099	0.00099	0.00099	n/a	1st Billing Cycle in May
Department of Transportation	0.00245	0.00245	0.00245	\$ 0.00245	1st Billing Cycle in March
Gas Cost Balancing Account	(0.04055)	(0.04055)	n/a	n/a	Per Commission Notification
COYL Cost Recovery	0.00600	0.00600	0.00600	n/a	Per Commission Order
EEP	(0.05058)	n/a	n/a	n/a	Per Commission Order
Total Rate Adjustment	\$ (0.07748)	\$ (0.02690)	\$ 0.01365	\$ 0.00245	

- 4/ The total monthly demand charge is equal to the unit rate shown multiplied by the customer's billing determinant.
- 5/ The charges for Schedule No. G-55 are subject to adjustment for applicable state and federal taxes on fuel used in motor vehicles.
- <u>6</u>/ The gas cost for this rate schedule shall be updated seasonally, April 1 and October 1 of each year.

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