



SOUTHWEST GAS CORPORATION

June 29, 2016

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

Subject: Revision No. 288

This revision reflects the changes to the Arizona monthly gas cost rates. The June 29, 2016 monthly gas cost rate calculation utilizes the 12-month average gas cost for the period ended May 2016. In addition, the Commission provided Southwest Gas authorization to adjust its Gas Cost Balancing Account (GCBA) Surcharge in its monthly gas cost rate adjustment. The revised rates are effective June 29, 2016.

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

Insert A.C.C. Sheet No.

230th Revised Sheet No. 11
233rd Revised Sheet No. 12
44th Revised Sheet No. 14

Supersedes A.C.C. Sheet No.

229th Revised Sheet No. 11
232nd Revised Sheet No. 12
43rd Revised Sheet No. 14

Matthew Derr
Regulatory Manager/Arizona

SOUTHWEST GAS CORPORATION
P.O. Box 98510
Las Vegas, Nevada 89193-8510
Arizona Gas Tariff No. 7
Arizona Division

Canceling 230th Revised A.C.C. Sheet No. 11
229th Revised A.C.C. Sheet No. 11

STATEMENT OF RATES
EFFECTIVE SALES RATES APPLICABLE TO ARIZONA SCHEDULES ^{1/ 2/}

| Description | Delivery Charge | ^{3/} 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 | \$ (.07833) | \$.40511 | \$ 1.02992 | R |
| G-6 – Multi-Family Residential Gas Service | | | | | |
| Basic Service Charge per Month | \$ 9.70 | | | \$ 9.70 | |
| Commodity Charge per Therm: | | | | | |
| All Usage | \$.70314 | \$ (.07833) | \$.40511 | \$ 1.02992 | R |
| 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 | \$ (.09569) | \$.40511 | \$ 1.01256 | R |
| Winter (November–April): | | | | | |
| First 150 Therms | \$.39997 | \$ (.09569) | \$.40511 | \$.70939 | R |
| Over 150 Therms | .70314 | \$ (.09569) | \$.40511 | 1.01256 | R |
| 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 | \$ (.09569) | \$.40511 | \$ 1.01256 | R |
| Winter (November–April): | | | | | |
| First 150 Therms | \$.39997 | \$ (.09569) | \$.40511 | \$.70939 | R |
| Over 150 Therms | .70314 | \$ (.09569) | \$.40511 | 1.01256 | R |
| 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 | \$ (.03690) | \$.40511 | \$ 1.07135 | R |
| Over 15 Therms | .13077 | \$ (.03690) | \$.40511 | .49898 | R |
| Winter (November–April): | | | | | |
| All Usage | \$.70314 | \$ (.03690) | \$.40511 | \$ 1.07135 | R |

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Issued by
Justin Lee Brown
Vice President

Effective June 29, 2016
Decision No. 62994

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

| Description | Delivery Charge | ^{3/} Rate Adjustment | Monthly Gas Cost | Currently Effective Tariff Rate | |
|---|--------------------------------------|----------------------------------|------------------|---------------------------------|---|
| <u>G-20- Master-Metered Mobile Home Park Gas Service</u> | | | | | |
| Basic Service Charge per Month | \$ 66.00 | | | \$ 66.00 | |
| Commodity Charge per Therm: | | | | | |
| All Usage | \$.47189 | \$ (.02775) | \$.40511 | \$.84925 | R |
| <u>G-25- General Gas Service</u> | | | | | |
| 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: | | | | | |
| Small, All Usage | \$.83914 | \$ (.08748) | \$.40511 | \$ 1.15677 | R |
| Medium, All Usage | .45834 | (.08748) | .40511 | .77597 | R |
| Large-1, All Usage | .41263 | (.08748) | .40511 | .73026 | R |
| Large-2, All Usage | .28856 | (.08748) | .40511 | .60619 | R |
| Transportation Eligible | .10923 | (.03690) | .40511 | .47744 | R |
| Demand Charge per Month- | | | | | |
| Transportation Eligible: | | | | | |
| Demand Charge ^{4/} | \$.082459 | | | \$.082459 | |
| <u>G-30- Optional Gas Service</u> | | | | | |
| Basic Service Charge per Month | As specified on A.C.C. Sheet No. 27. | | | | |
| Commodity Charge per Therm: | | | | | |
| All Usage | As specified on A.C.C. Sheet No. 28. | | | | |
| <u>G-40- Air Conditioning Gas Service</u> | | | | | |
| Basic Service Charge per Month | As specified on A.C.C. Sheet No. 32. | | | | |
| Commodity Charge per Therm: | | | | | |
| All Usage | \$.13077 | \$ (.03690) | \$.40511 | \$.49898 | R |
| <u>G-45- Street Lighting Gas Service</u> | | | | | |
| Commodity Charge per Therm of Rated Capacity: | | | | | |
| All Usage | \$.69242 | \$ (.03690) | \$.40511 | \$ 1.06063 | R |
| <u>G-55- Gas Service for Compression ^{5/} on Customer's Premises</u> | | | | | |
| Basic Service Charge per Month: | | | | | |
| Small | \$ 27.50 | | | \$ 27.50 | |
| Large | 250.00 | | | 250.00 | |
| Residential | 10.70 | | | 10.70 | |
| Commodity Charge per Therm: | | | | | |
| All Usage | \$.21470 | \$ (.03690) | \$.40511 | \$.58291 | R |
| <u>G-60- Electric Generation Gas Service</u> | | | | | |
| Basic Service Charge per Month | As specified on A.C.C. Sheet No. 40. | | | | |
| Commodity Charge per Therm: | | | | | |
| All Usage | \$.15421 | \$ (.03690) | \$.40511 | \$.52242 | R |
| <u>G-75- Small Essential Agricultural User Gas Service</u> | | | | | |
| Basic Service Charge per Month | \$ 120.00 | | | \$ 120.00 | |
| Commodity Charge per Therm: | | | | | |
| All Usage | \$.28037 | \$ (.03690) | \$.40511 | \$.64858 | R |

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

3/ 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 | n/a | n/a | \$ 0.00915 | 1st Billing Cycle in May |
| Demand Side Management | 0.00421 | \$ 0.00200 | \$ 0.00421 | 0.00421 | Per Commission Order |
| Gas Research Fund | 0.00099 | 0.00099 | 0.00099 | 0.00099 | 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 | (0.05055) | (0.05055) | (0.05055) | (0.05055) | Per Commission Notification |
| COYL Cost Recovery | 0.00600 | n/a | 0.00600 | 0.00600 | Per Commission Order |
| EEP | (0.05058) | (0.05058) | n/a | n/a | Per Commission Order |
| Total Rate Adjustment | <u>\$ (0.07833)</u> | <u>\$ (0.09569)</u> | <u>\$ (0.03690)</u> | <u>\$ (0.02775)</u> | |

| Description | G-25S, G-25M, G-25-L1, G-25-L2 | G-25TE, G-40, G-45, G-55, G-60, G-75 | G-80 | G-30, SB-1, Special Contracts | 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 | (0.05055) | (0.05055) | 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 | <u>\$ (0.08748)</u> | <u>\$ (0.03690)</u> | <u>\$ 0.01365</u> | <u>\$ 0.00245</u> | |

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.

6/ The gas cost for this rate schedule shall be updated seasonally, April 1 and October 1 of each year.