



SOUTHWEST GAS CORPORATION

August 3, 2018

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

Subject: Revision No. 324

This revision reflects the following rate changes effective August 3, 2018:

- 1) The Arizona Corporation Commission authorized Southwest Gas to implement both a monthly and one-time tax reform credit. The monthly credit is effective today, August 3, 2018, and the one-time credit will be distributed beginning mid-August

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

<u>Insert A.C.C. Sheet No.</u>	<u>Supersedes A.C.C. Sheet No.</u>
5th Revised Sheet No. 2	4th Revised Sheet No. 2
265th Revised Sheet No. 11	264th Revised Sheet No. 11
266th Revised Sheet No. 12	267th Revised Sheet No. 12
99th Revised Sheet No. 13	98th Revised Sheet No. 13
66th Revised Sheet No. 14	67th Revised Sheet No. 14
Original Revised Sheet No. 14A	

Matthew Derr
Regulatory Manager/Arizona

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	
<u>G-5 – Single-Family Residential Gas Service</u>					
Basic Service Charge per Month	\$ 10.70			\$ 10.70	
Commodity Charge per Therm:					
All Usage	\$.72575	(\$.00109)	\$.39860	\$ 1.12326	R
<u>G-6 – Multi-Family Residential Gas Service</u>					
Basic Service Charge per Month	\$ 9.70			\$ 9.70	
Commodity Charge per Therm:					
All Usage	\$.75311	(\$.00109)	\$.39860	\$ 1.15062	R
<u>G-10– Single-Family Low Income Residential Gas Service</u>					
Basic Service Charge per Month	\$ 7.50			\$ 7.50	
Commodity Charge per Therm:					
Summer (May–October):					
All Usage	\$.72575	(\$.02198)	\$.39860	\$ 1.10237	R
Winter (November–April):					
First 150 Therms	.39564	(\$.02198)	\$.39860	.77226	R
Over 150 Therms	\$.72575	(\$.02198)	\$.39860	\$ 1.10237	R
<u>G-11– Multi-Family Low Income Residential Gas Service</u>					
Basic Service Charge per Month	\$ 7.50			\$ 7.50	
Commodity Charge per Therm:					
Summer (May–October):					
All Usage	\$.75311	(\$.02198)	\$.39860	\$ 1.12973	R
Winter (November–April):					
First 150 Therms	.41479	(\$.02198)	\$.39860	.79141	R
Over 150 Therms	\$.75311	(\$.02198)	\$.39860	\$ 1.12973	R
<u>G-15– Special Residential Gas Service for Air Conditioning</u>					
Basic Service Charge per Month	\$ 10.70			\$ 10.70	
Commodity Charge per Therm:					
Summer (May–October):					
First 15 Therms	\$.60445	(\$.01866)	\$.39860	\$ 0.98439	R
Over 15 Therms	.13935	(\$.01866)	\$.39860	.51929	R
Winter (November–April):					
All Usage	\$.60445	(\$.01866)	\$.39860	\$ 0.98439	R
<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	\$.48181	(\$.00322)	\$.39860	\$ 0.87719	R

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-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	\$.79569	(\$.01653)	\$.39860	\$ 1.17776	R
Medium, All Usage	.40723	(.01653)	.39860	.78930	R
Large-1, All Usage	.38374	(.01653)	.39860	.76581	R
Large-2, All Usage	.28386	(.01653)	.39860	.66593	R
Transportation Eligible	.11421	(.01866)	.39860	.49415	R
Demand Charge per Month-					
Transportation Eligible:					
Demand Charge ^{4/}	\$.083393			\$.083393	
<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:	As specified on A.C.C. Sheet No. 28.				
All Usage					
<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	\$.13935	(\$.01866)	\$.39860	\$.51929	R
<u>G-45- Street Lighting Gas Service</u>					
Commodity Charge per Therm of Rated Capacity:					
All Usage	\$.73507	(\$.01866)	\$.39860	\$ 1.11501	R
<u>G-50- Compression Gas Service</u>					
Basic Service Charge per Month	As specified on A.C.C. Sheet No. 36.				
Commodity Charge per Therm:	As specified on A.C.C. Sheet No. 36.				
All Usage					
<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	\$.21935	(\$.01866)	\$.39860	\$.59929	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	\$.15923	(\$.01866)	\$.39860	\$.53917	R
<u>G-65- Biogas and Renewable Natural Gas Service</u>					
Basic Service Charge per Month	As specified on A.C.C. Sheet No. 41A.				
Commodity Charge per Therm:	As specified on A.C.C. Sheet No. 41A.				
All Usage					

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-75- Small Essential Agricultural User Gas Service</u>				
Basic Service Charge per Month	\$ 120.00			\$ 120.00
Commodity Charge per Therm:				
All Usage	\$.28755	(\$.01866)	\$.39860	\$.66749
<u>G-80 - Natural Gas Engine ^{6/} Water Pumping Gas Service</u>				
Basic Service Charge per Month:				
Off-Peak Season (October-March)	\$.00			\$.00
Peak Season (April-September)	\$ 125.00			\$ 125.00
Commodity Charge per Therm:				
All Usage	\$.22430	(\$.01866)	\$.19201	\$.39765

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 \$0.00283 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.

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	\$ 0.01544	n/a	n/a	\$ 0.01544	1st Billing Cycle in May
Demand Side Management	0.00745	\$ 0.00200	\$ 0.00745	0.00745	Per Commission Order
VSP Replacement Program	0.00000	0.00000	0.00000	0.00000	Per Commission Order
Department of Transportation	0.00275	0.00275	0.00275	0.00275	1st Billing Cycle in March
Gas Cost Balancing Account	0.00000	0.00000	0.00000	0.00000	Per Commission Notification
COYL Cost Recovery	0.00284	0.00284	0.00284	0.00284	Per Commission Order
DCA	0.00213	0.00213	n/a	n/a	Per Commission Order
Tax Reform Credit	<u>(0.03170)</u>	<u>(0.03170)</u>	<u>(0.03170)</u>	<u>(0.03170)</u>	Per Commission Order
Total Rate Adjustment	<u>\$ (0.00109)</u>	<u>(0.02198)</u>	<u>(0.01866)</u>	<u>(0.00322)</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	\$ 0.00745	\$ 0.00745	\$ 0.00745	n/a	Per Commission Order
VSP Replacement Program	0.00000	0.00000	0.00000	n/a	Per Commission Order
Department of Transportation	0.00275	0.00275	0.00275	\$ 0.00275	1st Billing Cycle in March
Gas Cost Balancing Account	0.00000	0.00000	n/a	n/a	Per Commission Notification
COYL Cost Recovery	0.00284	0.00284	0.00284	n/a	Per Commission Order
DCA	0.00213	n/a	n/a	n/a	Per Commission Order
Tax Reform Credit	<u>(0.03170)</u>	<u>(0.03170)</u>	<u>(0.03170)</u>	<u>n/a</u>	Per Commission Order
Total Rate Adjustment	<u>\$ (\$0.01653)</u>	<u>\$ (0.01866)</u>	<u>\$ (\$0.01866)</u>	<u>\$ 0.00275</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.

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

7/ To return to customers the benefits resulting from the Tax Cuts and Jobs Act of 2017, customers will receive a one-time credit on their August or September bill for tax savings from January 2018 – July 2018.

	Avg Monthly Usage (Therms)	One-Time Credit Amount
G-5 Single Family Residential Gas Service	26	\$ 5.77
G-6 Multi-Family Residential Gas Service	15	\$ 3.33
G-10 Low Income Single Family Residential Gas Service	25	\$ 5.55
G-11 Low Income Multi-Family Residential Gas Service	18	\$ 3.99
G-15 Special Residential Gas Service for A/C	65	\$ 14.42
G-20 Master-Metered Mobile Home Park Gas Service	1,165	\$ 258.51
G-25 General Gas Service - Small	22	\$ 4.88
G-25 General Gas Service - Medium	250	\$ 55.48
G-25 General Gas Service - Large 1	1,352	\$ 300.01
G-25 General Gas Service - Large 2	7,211	\$ 1,600.12
G-25 General Gas Service - Transportation Eligible	30,501	\$ 6,768.17
G-40 Air Conditioning Gas Service	919	\$ 203.93
G-45 Street Lighting Gas Service (Unmetered)	126	\$ 27.96
G-55 Gas Service for Compression on Customer's Premises		
Small	412	\$ 91.42
Large	7,719	\$ 1,712.85
Residential	60	\$ 13.31
G-60 Electric Generation Gas Service	1,721	\$ 381.89
G-75 Small Essential Agricultural Users Gas Service	3,513	\$ 779.53
G-80 Natural Gas Engine Gas Service	2,408	\$ 534.34