



SOUTHWEST GAS CORPORATION

September 29, 2010

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

Subject: Revision No. 185

This revision reflects authorization by the Arizona Corporation Commission (ACC) for Southwest to adjust gas cost rates applicable to Irrigation (G-80) customers in Arizona on a semi-annual basis. The attached tariff sheet reflects revised rates effective October 1, 2010.

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

Insert A.C.C. Sheet No.

Supersedes A.C.C. Sheet No.

47th Revised Sheet No. 13

46th Revised Sheet No. 13

Debra Gallo, Director
Government and State Regulatory Affairs

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-80 – Natural Gas Engine ^{6/} Gas Service</u>				
Basic Service Charge per Month:				
Off-Peak Season (October–March)	\$ 0.00			\$ 0.00
Peak Season (April–September)	\$ 125.00			\$ 125.00
Commodity Charge per Therm:				
All Usage	\$.19069	\$.00378	\$.59653	\$.79100

- 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 \$.00686 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.
- 3/ The Rate Adjustment applicable to each tariff rate schedule includes the following components:

	G-5, G-6, G-20	G-10, G-11, G-15, G-25, G-40, G-45, G-55, G-60, G-75	G-80	G-30, B-1	Adjustment Date
Low Income Ratepayer Assistance	\$ 0.01222	N/A	N/A	N/A	May 1
Demand Side Management	0.00423	\$ 0.00423	\$ 0.00423	N/A	1st Bill Cycle in April
Gas Research Fund	0.00103	0.00103	0.00103	N/A	May 1
Department of Transportation	0.00075	0.00075	0.00075	\$ 0.00075	March 1
Gas Cost Balancing Account	(0.08000)	(0.08000)	N/A	N/A	As Required
Total Rate Adjustment	\$ (0.06400)	\$ (0.07622)	\$ 0.00378	\$ 0.00075	

- 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.