



SOUTHWEST GAS CORPORATION

February 24, 2010

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

Subject: Revision No. 174

This revision reflects authorization by the Arizona Corporation Commission (ACC) for Southwest to revise the Department of Transportation surcharge applicable to the Transmission Integrity Management Program mandated by the Federal Pipeline Safety Improvement Act of 2002. The attached tariff sheets reflect revised rates effective March 1, 2010.

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

Insert A.C.C. Sheet No.

128th Revised Sheet No. 11
131st Revised Sheet No. 12
43rd Revised Sheet No. 13

Supersedes A.C.C. Sheet No.

127th Revised Sheet No. 11
130th Revised Sheet No. 12
42nd Revised Sheet No. 13

Debra Gallo, Director
Government and State Regulatory Affairs

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	\$.57070	(\$.05940)	\$.80161	\$ 1.31291
<u>G-6 – Multi-Family Residential Gas Service</u>				
Basic Service Charge per Month	\$ 9.70			\$ 9.70
Commodity Charge per Therm:				
All Usage	\$.55343	(\$.05940)	\$.80161	\$ 1.29564
<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	\$.55343	(\$.07367)	\$.80161	\$ 1.28137
Winter (November–April):				
First 150 Therms	\$.29716	(\$.07367)	\$.80161	\$ 1.02510
Over 150 Therms	.55343	(.07367)	.80161	1.28137
<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	\$.55343	(\$.07367)	\$.80161	\$ 1.28137
Winter (November–April):				
First 150 Therms	\$.29716	(\$.07367)	\$.80161	\$ 1.02510
Over 150 Therms	.55343	(.07367)	.80161	1.28137
<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	\$.57070	(\$.07367)	\$.80161	\$ 1.29864
Over 15 Therms	.28860	(.07367)	.80161	1.01654
Winter (November–April):				
All Usage	\$.57070	(\$.07367)	\$.80161	\$ 1.29864

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	\$.40830	(\$.05940)	\$.80161	\$ 1.15051
<u>G-25-- General Gas Service</u>				
Basic Service Charge per Month:				
Small	\$ 27.50			\$ 27.50
Medium	43.50			43.50
Large	160.00			160.00
Transportation Eligible	950.00			950.00
Commodity Charge per Therm:				
Small, All Usage	\$.57059	(\$.07367)	\$.80161	\$ 1.29853
Medium, All Usage	.37996	(.07367)	.80161	1.10790
Large, All Usage	.29084	(.07367)	.80161	1.01878
Transportation Eligible	.10776	(.07367)	.80161	.83570
Demand Charge per Month--				
Transportation Eligible:				
Demand Charge ^{4/}	\$.062340			\$.062340
<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	\$.11010	(\$.07367)	\$.80161	\$.83804
<u>G-45-- Street Lighting Gas Service</u>				
Commodity Charge per Therm of Rated Capacity:				
All Usage	\$.61050	(\$.07367)	\$.80161	\$ 1.33844
<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	\$.18678	(\$.07367)	\$.80161	\$.91472
<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	\$.13535	(\$.07367)	\$.80161	\$.86329
<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	\$.24396	(\$.07367)	\$.80161	\$.97190

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	\$.00633	\$.64466	\$.84168

- 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 \$.00832 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	\$ 0.01427	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	0.00135	0.00135	0.00135	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	<u>\$ (0.05940)</u>	<u>\$ (0.07367)</u>	<u>\$ 0.00633</u>	<u>\$ 0.00075</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.