



# SOUTHWEST GAS CORPORATION

## PUBLIC NOTICE OF HEARING ON SOUTHWEST GAS CORPORATION'S APPLICATION FOR THE ESTABLISHMENT OF JUST AND REASONABLE RATES AND CHARGES DESIGNED TO REALIZE A REASONABLE RATE OF RETURN ON THE FAIR VALUE OF THE PROPERTIES OF SOUTHWEST GAS CORPORATION DEVOTED TO ITS ARIZONA OPERATIONS. (DOCKET NO. G-01551A-26-0018)

### Summary

On February 27, 2026, Southwest Gas Corporation ("Southwest Gas" or "Company") filed with the Arizona Corporation Commission ("Commission") an application requesting increases to its rates and charges for utility service in its Arizona jurisdiction ("Application"). The Company asserts that for the test year ended November 2025, ("TY"), Southwest Gas had adjusted operating income of \$212,083,841 and an original cost rate base ("OCRB") of \$3,880,528,190 and fair value rate base ("FVRB") of \$5,554,883,856. The Company's proposed rate of return includes a 0.20 percent return on Fair Value Increment to produce a 5.18 percent rate of return on the Company's FVRB. The Company's proposed rates and charges would produce an overall revenue increase of approximately \$101 million annually or approximately 10.41 percent.

The Company requests approval of its proposed Rate Adjustment Mechanism, a formula rate proposal which, if approved, would adjust rates annually to reflect changes in the Company's cost of service, over five years, before another general rate case. The Company also requests approval of its proposed Low-Income Service Line Safety Program, which is designed to assist in relocating leaking customer-owned yard lines for qualified low-income customers.

Southwest Gas proposes to continue to recover its rate case expense, as well as the remaining balance on rate case expense from its prior general rate case, through its regulatory expense surcharge. It is estimated that the average single family residential customer will pay approximately \$0.005 per month for the regulatory expense surcharge alone.

The Company estimates the proposed rates and charges would result in the following monthly bills for a residential customer with the average winter monthly consumption of 38 therms, average summer monthly consumption of 10 therms, and annual average monthly usage of 24 therms:

In addition to the rate increase, Southwest Gas requests approval to continue its current Basic Service Charge, and rate design, including the Delivery Charge Adjustment mechanism.

Single Family Residential Service	Monthly Consumption (Therms)	Monthly Bill (\$)		Increase/(Decrease)	
		Current Rates	Proposed Rates	Dollars (\$)	Percent (%)
<b>Summer</b>					
Summer 75%	8	\$23.29	\$25.02	\$1.73	7.43%
Summer Average	10	\$26.44	\$28.60	\$2.16	8.17%
Summer 125%	13	\$31.16	\$33.96	\$2.80	8.99%
<b>Winter</b>					
Winter 75%	29	\$56.34	\$62.60	\$6.26	11.11%
Winter Average	38	\$70.50	\$78.70	\$8.20	11.63%
Winter 125%	48	\$86.23	\$96.60	\$10.37	12.03%
<b>Annual Average</b>					
Average Monthly	24	\$48.47	\$53.65	\$5.18	10.69%

NEITHER THE COMMISSION'S UTILITIES DIVISION ("STAFF") NOR ANY INTERVENOR HAS YET MADE ANY RECOMMENDATION REGARDING SOUTHWEST GAS' APPLICATION. THE COMMISSION IS NOT BOUND BY THE PROPOSALS OF SOUTHWEST GAS, STAFF, OR ANY INTERVENORS. THE COMMISSION WILL DETERMINE THE APPROPRIATE RELIEF TO BE GRANTED IN RESPONSE TO SOUTHWEST GAS' APPLICATION BASED ON THE EVIDENCE PRESENTED IN THIS MATTER. THE FINAL RATES APPROVED BY THE COMMISSION MAY BE HIGHER, LOWER, OR DIFFERENT THAN THE RATES PROPOSED BY SOUTHWEST GAS OR BY OTHER PARTIES.

If you have any questions concerning how the Application may affect your bill or other substantive questions about the Application, you may contact **Southwest Gas Corporation** at **1-877-860-6020**, or by email at [regserve@swgas.com](mailto:regserve@swgas.com).

#### **How You Can View or Obtain a Copy of the Application**

Copies of the Application are available from **Southwest Gas** upon request by contacting the Company at **1-877-860-6020**. The filing is available by visiting [www.swgas.com/investedinaz](http://www.swgas.com/investedinaz); at the Commission's Docket Control Center at 1200 West Washington Street, Phoenix, Arizona, and the Commission's office at 400 West Congress Street, Suite 218, Tucson, Arizona during regular business hours; and on the Commission website ([www.azcc.gov](http://www.azcc.gov)) using the e-Docket function and the Docket Number shown above.

#### **Arizona Corporation Commission Public Hearing Information**

The Commission will hold a hearing on this matter beginning **December 7, 2026, at 10:00 a.m.**, at the Commission's offices at 1200 West Washington Street, Hearing Room 1, Phoenix, Arizona 85007, and shall continue on December 8, - 11, 14, 2026, as needed.

A public comment meeting will be held at the beginning of the first day of the hearing, and comment may be provided in person or telephonically. To provide telephonic public comments, call **1-877-309-3457** and enter passcode **801972877##**. If you plan to attend the public comment meeting in person, please complete a "Request to Speak" on one of the kiosks in the lobby at the Commission's Phoenix office or on any computer or mobile device through the Commission's Portal (available on the Commission's website ([www.azcc.gov](http://www.azcc.gov)) using "Cases and Open Meetings" and Request to Speak at Open Meetings").

#### **Telephonic Public Comment Meetings**

The Commission will hold public comment meetings on the following dates and times:

<b>Date</b>	<b>Time</b>
Thursday, October 22, 2026 <b><u>1-877-309-3457, 801972877##</u></b>	<b>TELEPHONIC</b> 6:00 p.m. to 8:00 p.m., or until the last caller is finished speaking, whichever comes first
Wednesday, October 28, 2026 <b><u>1-877-309-3457, 801972877##</u></b>	<b>TELEPHONIC</b> 6:00 p.m. to 8:00 p.m., or until the last caller is finished speaking, whichever comes first
Tuesday, November 3, 2026 <b><u>1-877-309-3457, 801972877##</u></b>	<b>TELEPHONIC</b> 10:00 a.m. to 12:00 p.m., or until the last caller is finished speaking, whichever comes first
Monday, December 7, 2026 <b><u>1-877-309-3457, 801972877##</u></b>	<b>TELEPHONIC and IN PERSON</b> 10:00 a.m. until the last person is finished speaking

Members of the public are encouraged to use landline telephones (where possible) to call into the telephonic public comment meetings, as mobile telephones do not consistently provide adequate audio quality to permit verbatim transcription of telephonic comments by a court reporter.

**Written public comments** may be submitted by mailing a letter referencing **Docket No. G-01551A-26-0018** to Arizona Corporation Commission, Consumer Services Section, 1200 West Washington, Phoenix, AZ 85007, or by submitting comments on the Commission's website ([www.azcc.gov](http://www.azcc.gov)) by clicking on "Divisions" and then "Hearing," scrolling down to "eFiling Services," and clicking on "Make a Public

Comment in a Docket.” If you require assistance, you may contact the Consumer Services Section at 602-542-4251 or 1-800-222-7000.

**If you do not intervene in this proceeding, you will receive no further notice of the proceedings in this matter unless you sign up to Follow the Docket. However, all documents filed in this matter are available online** (usually within 24 hours after docketing) at the Commission’s website ([www.azcc.gov](http://www.azcc.gov)) using the e-Docket function. **Information on how to Follow a Docket is available on the Commission's website by clicking on “Divisions” and then “Hearing” and then “Following a Docket.”**

### **About Intervention**

The law provides for an open public hearing at which, under appropriate circumstances, interested persons may intervene. An interested person may be granted intervention if the outcome of the case will directly and substantially impact the person, and the person’s intervention will not unduly broaden the issues in the case. Intervention, among other things, entitles a party to present sworn evidence at hearing and to cross-examine other parties’ witnesses. **Intervention is not required for you to appear at the hearing and provide public comment, to file written comments in the docket for the case, or to receive emailed notice of each filing made in the case by following the docket.**

**Information about what intervention means, including an explanation of the rights and responsibilities of an intervenor, is available on the Commission's website ([www.azcc.gov](http://www.azcc.gov))** by clicking on **“Divisions” and then “Hearing” and then “Intervene in a Case.”** The information includes a Sample Intervention Request and a Fillable Intervention Request Form.

To request intervention, you must file a written request to intervene, either by (a) filing a hard copy request (meeting filing requirements) with Docket Control (Docket Control, 1200 West Washington, Phoenix, AZ 85007), or (b) **eFiling** the request. Your request **must be filed or eFiled no later than June 26, 2026.** Instructions and restrictions for eFiling are available on the Commission's website at **<http://azcc.gov/hearing/efiling>**. You also **must** serve a copy of the request to intervene on each party of record, on the same day that you file the request to intervene with the Commission.

Your request to intervene **must** contain the information below:

1. Your name, address, and telephone number;
2. The docket number for the case in which you are requesting to intervene;
3. A short statement explaining:
  - a. Your interest in the proceeding (e.g., a customer of the regulated company involved, a property owner in an area to be affected by the case, etc.),
  - b. How you will be directly and substantially affected by the outcome of the case, and
  - c. Why your intervention will not unduly broaden the issues in the case;
4. A statement certifying that you have sent a copy of your request to intervene to the regulated company or its attorney and to all other parties of record in the case and showing the names of the parties to whom service was provided and the addresses (which could be email addresses) used; and
5. If you are not represented by an attorney who is an active member of the Arizona State Bar, and you are not representing yourself as an individual, sufficient information and any appropriate documentation to demonstrate compliance with Arizona Supreme Court Rules 31.1, 31.2, 31.3, 38, 39, and 42, as applicable. This only applies if you are NOT representing yourself and you are not a licensed attorney.

The granting of motions to intervene shall be governed by A.A.C. R14-3-105, except that all motions to intervene must be filed on or before **June 26, 2026.**

### **ADA/Equal Access Information**

The Commission does not discriminate on the basis of disability in admission to its public meetings. Persons with a disability may request a reasonable accommodation such as a sign language interpreter, as well as request this document in an alternative format, by contacting the ADA Coordinator for the Hearing Division, E-mail [HearingDivision@azcc.gov](mailto:HearingDivision@azcc.gov), voice phone number 602-542-4250. Requests should be made as early as possible and no later than 48 hours in advance of the event to allow time to arrange the accommodation.