December 27, 2007

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

Subject: Revision No. 139

This revision reflects authorization by the Arizona Corporation Commission for Southwest to implement monthly gas cost rates for its customers in Arizona. The attached sheets reflect revised rates effective January 2, 2008.

The following changes 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.

98th Revised Sheet No. 11 101st Revised Sheet No. 12 97th Revised Sheet No. 11 100th Revised Sheet No. 12

Debra Jacobson, Director Government and State Regulatory Affairs

 98th Revised
 A.C.C. Sheet No.
 11

 97th Revised
 A.C.C. Sheet No.
 11

STATEMENT OF RATES <u>EFFECTIVE SALES RATES APPLICABLE TO ARIZONA SCHEDULES</u> <u>1/ 2/</u>

Canceling __

D 1.0	Delivery	<u>3</u> / Rate	4/ Monthly	Currently Effective
Description G-5 – Single-Family Residential	Charge	Adjustment	Gas Cost	Tariff Rate
Gas Service				
Basic Service Charge per Month Commodity Charge per Therm: Summer (May–October):	\$ 9.70			\$ 9.70
First 15 Therms Over 15 Therms Winter (November–April):	\$.54200 .50100	\$.01263 .01263	\$.96011 .96011	\$ 1.51474 1.47374
First 35 Therms Over 35 Therms	\$.54200 .50100	\$.01263 .01263	\$.96011 .96011	\$ 1.51474 1.47374
G-6 – Multi-Family Residential Gas Service				
Basic Service Charge per Month Commodity Charge per Therm: Summer (May–October):	\$ 8.70			\$ 8.70
First 7 Therms Over 7 Therms Winter (November–April):	\$.54200 .50100	\$.01263 .01263	\$.96011 .96011	\$ 1.51474 1.47374
First 18 Therms Over 18 Therms	\$.54200 .50100	\$.01263 .01263	\$.96011 .96011	\$ 1.51474 1.47374
G-10 – Single-Family Low Income Residential Gas Service Basic Service Charge per Month Commodity Charge per Therm:	\$ 7.00			\$ 7.00
Summer (May-October): First 15 Therms Over 15 Therms	\$.54200 .50100	\$.00322 .00322	\$.85011 .85011	\$ 1.39533 1.35433
Winter (November–April): First 35 Therms Next 115 Therms Over 150 Therms	\$.26293 .23013 .50100	\$.00322 .00322 .00322	\$.85011 .85011 .85011	\$ 1.11626 1.08346 1.35433
G-11 – Multi-Family Low Income Residential Gas Service				
Basic Service Charge per Month Commodity Charge per Therm: Summer (May–October):	\$ 7.00			\$ 7.00
First 7 Therms Over 7 Therms Winter (November–April):	\$.54200 .50100	\$.00322 .00322	\$.85011 .85011	\$ 1.39533 1.35433
First 18 Therms Next 132 Therms Over 150 Therms	\$.26293 .23013 .50100	\$.00322 .00322 .00322	\$.85011 .85011 .85011	\$ 1.11626 1.08346 1.35433
G-15 – Special Residential Gas Service for Air Conditioning				
Basic Service Charge per Month Commodity Charge per Therm: Summer (May–October):	\$ 9.70			\$ 9.70
First 15 Therms Over 15 Therms Vinter (November–April):	\$.54200 .28200	\$.00322 .00322	\$.96011 .96011	\$ 1.50533 1.24533
First 35 Therms Over 35 Therms	\$.54200 .50100	\$.00322 .00322	\$.96011 .96011	\$ 1.50533 1.46433

Issued On <u>December 20, 2007</u>
Docket No. <u>G-00000C-98-0568</u>

Issued by John P. Hester Senior Vice President

Effective January 2, 2008
Decision No. 62994

 101st Revised
 A.C.C. Sheet No.
 12

 100th Revised
 A.C.C. Sheet No.
 12

STATEMENT OF RATES <u>EFFECTIVE SALES RATES APPLICABLE TO ARIZONA SCHEDULES</u> (Continued)

Canceling _

	(Continued)				
Description	Delivery Charge	<u>3</u> / Rate Adjustment	<u>4</u> / Monthly Gas Cost	Currently Effective Tariff Rate	
G-20 – Master-Metered Mobile					
Home Park Gas Service Basic Service Charge per Month	\$ 60.00			\$ 60.00	
Commodity Charge per Therm: All Usage	\$.38400	\$.01263	\$.96011	\$ 1.35674	
G-25 – General Gas Service					
Basic Service Charge per Month: Small	\$ 25.00			\$ 25.00	
Medium	33.00			33.00	
Large	145.00			145.00	
Transportation Eligible	720.00			720.00	
Commodity Charge per Therm:					
Small, All Usage	\$.56217	\$.00322	\$.96011	\$ 1.52550	
Medium, All Usage	.39349	.00322	.96011	1.35682	
Large, All Usage Transportation Eligible	.27211 .08953	.00322 .00322	.96011 .96011	1.2354 ² 1.05286	
Demand Charge per Month–	.00933	.00322	.90011	1.05200	
Transportation Eligible:					
Demand Charge <u>5</u> /	\$.06234			\$ 0.06234	
G-30 – Optional Gas Service					
Basic Service Charge per Month	As specified on	A.C.C. Sheet No. 27	7 .		
Commodity Charge per Therm:	A : E	A C C Chartha 00	`		
All Usage	As specified on	A.C.C. Sheet No. 28).		
G-40 – Air-Conditioning Gas Service					
G-40 – Air-Conditioning Gas Service Basic Service Charge per Month	As specified on	A.C.C. Sheet No. 32	2.		
Basic Service Charge per Month Commodity Charge per Therm:	•				
Basic Service Charge per Month	As specified on \$.09900	A.C.C. Sheet No. 32	2. \$.96011	\$ 1.06233	
Basic Service Charge per Month Commodity Charge per Therm: All Usage	•			\$ 1.06233	
Basic Service Charge per Month Commodity Charge per Therm: All Usage G-45 – Street Lighting Gas Service	•			\$ 1.06233	
Basic Service Charge per Month Commodity Charge per Therm: All Usage G-45 – Street Lighting Gas Service Commodity Charge per Therm	•			\$ 1.06233	
Basic Service Charge per Month Commodity Charge per Therm: All Usage G-45 – Street Lighting Gas Service	•			,	
Basic Service Charge per Month Commodity Charge per Therm: All Usage G-45 – Street Lighting Gas Service Commodity Charge per Therm of Rated Capacity: All Usage	\$.09900	\$.00322	\$.96011	, , ,	
Basic Service Charge per Month Commodity Charge per Therm: All Usage G-45 – Street Lighting Gas Service Commodity Charge per Therm of Rated Capacity: All Usage G-55 – Gas Service for Compression	\$.09900	\$.00322	\$.96011	, , , , ,	
Basic Service Charge per Month Commodity Charge per Therm: All Usage G-45 – Street Lighting Gas Service Commodity Charge per Therm of Rated Capacity: All Usage G-55 – Gas Service for Compression on Customer's Premises 6/	\$.09900	\$.00322	\$.96011	, , , , ,	
Basic Service Charge per Month Commodity Charge per Therm: All Usage G-45 – Street Lighting Gas Service Commodity Charge per Therm of Rated Capacity: All Usage G-55 – Gas Service for Compression on Customer's Premises 6/ Basic Service Charge per Month:	\$.09900 \$.54600	\$.00322	\$.96011	\$ 1.5093	
Basic Service Charge per Month Commodity Charge per Therm: All Usage G-45 – Street Lighting Gas Service Commodity Charge per Therm of Rated Capacity: All Usage G-55 – Gas Service for Compression on Customer's Premises 6/ Basic Service Charge per Month: Small	\$.09900 \$.54600 \$ 25.00	\$.00322	\$.96011	\$ 1.5093; \$ 25.00	
Basic Service Charge per Month Commodity Charge per Therm: All Usage G-45 – Street Lighting Gas Service Commodity Charge per Therm of Rated Capacity: All Usage G-55 – Gas Service for Compression on Customer's Premises 6/ Basic Service Charge per Month: Small Large	\$.09900 \$.54600 \$ 25.00 190.00	\$.00322	\$.96011	\$ 1.5093; \$ 25.00 190.00	
Basic Service Charge per Month Commodity Charge per Therm: All Usage G-45 – Street Lighting Gas Service Commodity Charge per Therm of Rated Capacity: All Usage G-55 – Gas Service for Compression on Customer's Premises 6/ Basic Service Charge per Month: Small Large Residential	\$.09900 \$.54600 \$ 25.00	\$.00322	\$.96011	\$ 1.5093; \$ 25.00	
Basic Service Charge per Month Commodity Charge per Therm: All Usage G-45 – Street Lighting Gas Service Commodity Charge per Therm of Rated Capacity: All Usage G-55 – Gas Service for Compression on Customer's Premises 6/ Basic Service Charge per Month: Small Large Residential	\$.09900 \$.54600 \$ 25.00 190.00	\$.00322	\$.96011	\$ 1.5093: \$ 25.00 190.00 9.70	
Basic Service Charge per Month Commodity Charge per Therm: All Usage B-45 – Street Lighting Gas Service Commodity Charge per Therm of Rated Capacity: All Usage B-55 – Gas Service for Compression on Customer's Premises 6/ Basic Service Charge per Month: Small Large Residential Commodity Charge per Therm: All Usage	\$.09900 \$.54600 \$ 25.00 190.00 9.70	\$.00322 \$.00322	\$.96011 \$.96011	\$ 1.5093; \$ 25.00 190.00 9.70	
Basic Service Charge per Month Commodity Charge per Therm: All Usage G-45 – Street Lighting Gas Service Commodity Charge per Therm of Rated Capacity: All Usage G-55 – Gas Service for Compression on Customer's Premises 6/ Basic Service Charge per Month: Small Large Residential Commodity Charge per Therm: All Usage G-60 – Electric Generation Gas Service	\$.09900 \$.54600 \$ 25.00 190.00 9.70 \$.17000	\$.00322 \$.00322 \$.00322	\$.96011 \$.96011 \$.96011	\$ 1.5093; \$ 25.00 190.00 9.70	
Basic Service Charge per Month Commodity Charge per Therm: All Usage G-45 – Street Lighting Gas Service Commodity Charge per Therm of Rated Capacity: All Usage G-55 – Gas Service for Compression on Customer's Premises 6/ Basic Service Charge per Month: Small Large Residential Commodity Charge per Therm: All Usage G-60 – Electric Generation Gas Service Basic Service Charge per Month	\$.09900 \$.54600 \$ 25.00 190.00 9.70 \$.17000	\$.00322 \$.00322	\$.96011 \$.96011 \$.96011	\$ 1.5093; \$ 25.00 190.00 9.70	
Basic Service Charge per Month Commodity Charge per Therm: All Usage G-45 – Street Lighting Gas Service Commodity Charge per Therm of Rated Capacity: All Usage G-55 – Gas Service for Compression on Customer's Premises 6/ Basic Service Charge per Month: Small Large Residential Commodity Charge per Therm: All Usage G-60 – Electric Generation Gas Service Basic Service Charge per Month Commodity Charge per Therm:	\$.09900 \$.54600 \$ 25.00 190.00 9.70 \$.17000 As specified on A	\$.00322 \$.00322 \$.00322 A.C.C. Sheet No. 40	\$.96011 \$.96011 \$.96011	\$ 25.00 190.00 9.70 \$ 1.13333	
Basic Service Charge per Month Commodity Charge per Therm: All Usage G-45 – Street Lighting Gas Service Commodity Charge per Therm of Rated Capacity: All Usage G-55 – Gas Service for Compression on Customer's Premises 6/ Basic Service Charge per Month: Small Large Residential Commodity Charge per Therm: All Usage G-60 – Electric Generation Gas Service Basic Service Charge per Month	\$.09900 \$.54600 \$ 25.00 190.00 9.70 \$.17000	\$.00322 \$.00322 \$.00322	\$.96011 \$.96011 \$.96011	\$ 25.00 190.00 9.70 \$ 1.13333	
Basic Service Charge per Month Commodity Charge per Therm: All Usage G-45 – Street Lighting Gas Service Commodity Charge per Therm of Rated Capacity: All Usage G-55 – Gas Service for Compression on Customer's Premises 6/ Basic Service Charge per Month: Small Large Residential Commodity Charge per Therm: All Usage G-60 – Electric Generation Gas Service Basic Service Charge per Month Commodity Charge per Therm: All Usage	\$.09900 \$.54600 \$ 25.00 190.00 9.70 \$.17000 As specified on A	\$.00322 \$.00322 \$.00322 A.C.C. Sheet No. 40	\$.96011 \$.96011 \$.96011	\$ 25.00 190.00 9.70 \$ 1.13333	
Basic Service Charge per Month Commodity Charge per Therm: All Usage G-45 – Street Lighting Gas Service Commodity Charge per Therm of Rated Capacity: All Usage G-55 – Gas Service for Compression on Customer's Premises 6/ Basic Service Charge per Month: Small Large Residential Commodity Charge per Therm: All Usage G-60 – Electric Generation Gas Service Basic Service Charge per Month Commodity Charge per Therm: All Usage G-60 – Service Charge per Therm: All Usage G-75 – Small Essential Agricultural User Gas Service	\$.09900 \$.54600 \$ 25.00 190.00 9.70 \$.17000 As specified on A	\$.00322 \$.00322 \$.00322 A.C.C. Sheet No. 40	\$.96011 \$.96011 \$.96011	\$ 25.00 190.00 9.70 \$ 1.13333	
Basic Service Charge per Month Commodity Charge per Therm: All Usage G-45 – Street Lighting Gas Service Commodity Charge per Therm of Rated Capacity: All Usage G-55 – Gas Service for Compression on Customer's Premises 6/ Basic Service Charge per Month: Small Large Residential Commodity Charge per Therm: All Usage G-60 – Electric Generation Gas Service Basic Service Charge per Month Commodity Charge per Therm: All Usage G-75 – Small Essential Agricultural User Gas Service Basic Service Charge per Month	\$.09900 \$.54600 \$ 25.00 190.00 9.70 \$.17000 As specified on A	\$.00322 \$.00322 \$.00322 A.C.C. Sheet No. 40	\$.96011 \$.96011 \$.96011	\$ 25.00 190.00 9.70 \$ 1.13333	
Basic Service Charge per Month Commodity Charge per Therm: All Usage G-45 – Street Lighting Gas Service Commodity Charge per Therm of Rated Capacity: All Usage G-55 – Gas Service for Compression on Customer's Premises 6/ Basic Service Charge per Month: Small Large Residential Commodity Charge per Therm: All Usage G-60 – Electric Generation Gas Service Basic Service Charge per Month Commodity Charge per Therm: All Usage G-75 – Small Essential Agricultural	\$.09900 \$.54600 \$ 25.00 190.00 9.70 \$.17000 As specified on	\$.00322 \$.00322 \$.00322 A.C.C. Sheet No. 40	\$.96011 \$.96011 \$.96011	\$ 25.00 190.00 9.70 \$ 1.13333	

Issued On December 20, 2007

Docket No. G-00000C-98-0568

Issued by John P. Hester Senior Vice President

Effective January 2, 2008
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