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**SOUTHWEST GAS CORPORATION**

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Roger C. Montgomery, Vice President, Pricing  
AZ-6000 COMMISSION  
DOCUMENT CONTROL

March 31, 2006

Docket Control  
Arizona Corporation Commission  
1200 West Washington Street  
Phoenix, AZ 85007-2996

Subject: Advice Letter No. 06-02-02

Gentlemen:

Re: **Docket No. G-01551A-04-0876; Decision No. 68487**

Southwest Gas Corporation (Southwest) herewith submits for filing an original and thirteen (13) copies of a Notice of Errata to correct ministerial changes on A.C.C. Sheet Nos. 19, 24, 66, 87, 88 and 115 previously filed in the February 27, 2006 compliance filing in the above-referenced docket.

Please substitute the attached sheets for A.C.C. Sheet Nos. 19, 24, 66, 87, 88 and 115 sent under cover letter dated February 27, 2006.

Respectfully submitted,

SOUTHWEST GAS CORPORATION

By: *Roger C. Montgomery*

Roger C. Montgomery

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Attachments

- c Bob Gray, ACC
- Brian Bozzo, ACC
- Lori Miller, ACC
- Stephen Ahearn, RUCO

Schedule No. G-10

SINGLE-FAMILY LOW INCOME RESIDENTIAL GAS SERVICE

APPLICABILITY

Applicable to gas service to the primary residences of low income residential customers who would otherwise be provided service under Schedule No. G-5 and who meet the criterion which establishes that a qualifying customer's household income must not exceed 150 percent of the Federal poverty level.

TERRITORY

Throughout the certificated area served by the Utility in the communities as set forth on A.C.C. Sheet No. 8 of this Arizona Gas Tariff.

RATES

The basic service charge is set forth in the currently effective Statement of Rates of this Arizona Gas Tariff and is incorporated herein by reference. The commodity charge applicable to the first 150 therms per month during the winter season (November through April) delivered under this schedule shall reflect a 20 percent reduction from the commodity charge (excluding the LIRA and Gas Cost Balancing Account rate adjustments) applicable to Schedule No. G-5, the customer's otherwise applicable gas sales tariff schedule.

MINIMUM CHARGE

The minimum charge per meter per month is the basic service charge.

SPECIAL CONDITIONS

1. Eligibility requirements for the Low Income Residential Gas Service are set forth on the Utility's Application and Declaration of Eligibility for Low Income Ratepayer Assistance form. Customers must have an approved application form on file with the Utility. Recertification will be required prior to November 1 every two years and whenever a customer moves to a new residence within the Utility's service area.

Schedule No. G-20

MASTER-METERED MOBILE HOME PARK GAS SERVICE  
(Continued)

LOW INCOME DISCOUNT (Continued)

Customers submitting LIRA discount applications on behalf of eligible tenants during the winter season will begin receiving the discount in the next regularly scheduled billing period subsequent to the Utility's approval of the submitted application. All LIRA application information may be subject to verification by the Utility. Failure of a customer to provide any eligibility documentation requested by the Utility shall render the customer ineligible for the respective LIRA discount request. Customers that receive the LIRA discount on behalf of ineligible tenants may be rebilled for the period of ineligibility under the otherwise applicable undiscounted sales rate.

All LIRA rate discounts will be tracked by the Utility and recorded in a balancing account and recovered through the Utility's LIRA rate adjustment.

MINIMUM CHARGE

The minimum charge per meter per month is the basic service charge.

SPECIAL CONDITIONS

The charges specified for this schedule are subject to adjustment for the applicable proportionate part of any taxes or governmental impositions which are assessed on the basis of the gross revenues of the Utility.

PURCHASED GAS ADJUSTMENT CLAUSE

The rates specified for this schedule are subject to increases or decreases in the cost of gas purchased in accordance with those provisions set forth in the "Special Supplementary Tariff, Purchased Gas Cost Adjustment Provision," contained in this Arizona Gas Tariff.

RULES AND REGULATIONS

The standard Rules and Regulations of the Utility as authorized by the Commission shall apply where consistent with this schedule.

Schedule No. T-1

TRANSPORTATION OF CUSTOMER-SECURED NATURAL GAS  
(Continued)

7. TRANSPORTATION IMBALANCE SERVICE (Continued)

7.2 Payment for Excess Imbalances (Continued)

(a) Positive Excess Imbalance

When the customer's scheduled transportation quantity (plus any approved daily imbalance adjustment quantity for daily imbalances) exceeds the customer's metered quantity by more than the applicable daily or monthly operating window, the excess imbalance shall be retained by the Utility and the excess imbalance eliminated after the customer's bill is credited with any respective unit transportation rate assessments plus the lower of the following two gas costs for each term retained:

- (i) Fifty percent (50%) of the Monthly Gas Cost component contained in the customer's otherwise applicable sales schedule as stated in the Statement of Rates, excluding the currently effective Gas Cost Balancing Account Adjustment; or
- (ii) The lowest incremental cost of gas, including all upstream interstate transportation charges, purchased by the Utility during the same month.

(b) Negative Excess Imbalance

When the sum of the customer's scheduled transportation quantity (plus any approved daily imbalance adjustment quantity for daily imbalances) is less than the customer's metered quantity by more than the applicable daily or monthly operating window, the excess imbalance shall be eliminated after the customer is billed the higher of the following two gas costs for each term of the excess imbalance in addition to the customer's applicable transportation volume charge:

- (i) One hundred-fifty percent (150%) of the Monthly Gas Cost component contained in the customer's otherwise applicable sales schedule as stated in the Statement of Rates, excluding the currently effective Gas Cost Balancing Account Adjustment; or

SPECIAL SUPPLEMENTARY TARIFF  
PURCHASED GAS COST ADJUSTMENT PROVISION

APPLICABILITY

This Purchased Gas Cost Adjustment Provision shall apply to all schedules except for Schedule Nos. G-30 and G-80 of this Arizona Gas Tariff.

CHANGE IN RATES

The Monthly Gas Cost (MGC) rate for schedules covered by this provision includes the sum of the rolling twelve-month average purchased gas (PGA) rate plus the Gas Cost Balancing Account Adjustment, if applicable. Monthly adjustments will be made to the MGC to reflect the most currently available PGA rate. In accordance with Decision No. 68487, the PGA rate included in the MGC rate cannot be more than \$.13 per therm different than any PGA rate in effect during the preceding 12 months.

BANK BALANCE

The Utility shall establish and maintain a Gas Cost Balancing Account, if necessary, for the schedules subject to this provision. Entries shall be made to this account each month, if appropriate, as follows:

1. A debit or credit entry equal to the difference between (a) the actual purchased gas cost for the month and (b) an amount determined by multiplying the Monthly Gas Cost Rate as set forth on Sheet Nos. 11 and 12 of this Arizona Gas Tariff by the therms billed during the month under the applicable schedules of this Arizona Gas Tariff.
2. A debit or credit entry for refunds or payments authorized by the Commission.
3. A debit or credit entry for interest to be applied to over- and under-collected bank balances based on the monthly one-year nominal Treasury constant maturities rate.

SOUTHWEST GAS CORPORATION

P.O. Box 98510

Las Vegas, Nevada 89193-8510

Arizona Gas Tariff No. 7

Arizona Division

Canceling Second Revised A.C.C. Sheet No. 88  
First Revised A.C.C. Sheet No. 88

**SPECIAL SUPPLEMENTARY TARIFF  
PURCHASED GAS COST ADJUSTMENT PROVISION**

*(Continued)*

**MONTHLY INFORMATION FILINGS**

Each month the Utility shall make a cost of gas informational filing with Commission Staff to include any and all information required by Decision No. 61225. Additionally, the Utility shall file revised tariff sheets that include the current month's MGC rate.

**ADDITIONAL REQUIREMENTS**

A special review is required if the Gas Cost Balancing Account (GCBA) reaches an over- or under-collection in the amount of \$29.2 million. The Utility must file an application for a Gas Cost Balancing Account adjustment within forty-five (45) days of completing the Monthly Informational Filing that illustrates the threshold has been exceeded or contact the Commission to discuss why an adjustment is not necessary at this time. The Commission, upon review, may authorize the balance to be amortized through a predetermined rate included as part of the MGC for a specified period. Lost and unaccounted for gas recovery is limited to the lesser of the actual costs incurred or one percent (1%) of total annual purchases.

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Issued On February 27, 2006  
Docket No. G-01551A-04-0876

Issued by  
John P. Hester  
Vice President

Effective March 1, 2006 T  
Decision No. 68487 T

RULE NO. 1

DEFINITIONS

*(Continued)*

Police Protection Uses:	Natural gas used by law enforcement agencies in the performance of their appointed duties.
Preemption of Gas Supply:	An emergency condition where the Utility may, under specified conditions, utilize the customer-owned gas supplies of low priority transportation customers to serve the requirements of higher priority transportation and sales customers.
Premises:	All of the real property and apparatus employed in a single enterprise on an integral parcel of land undivided by public streets, alleys or railways.
Process Gas:	Natural gas use for which alternate fuels are not technically feasible, such as in applications requiring precise temperature controls and precise flame characteristics. For the purpose of this definition, propane and other gaseous fuels shall not be considered alternate fuels.
Regular Working Hours:	Except for Utility observed holidays, the period from 8 a.m. to 5 p.m., Monday through Friday.
Residential Dwelling:	A house, apartment, townhouse, or any other permanent residential unit.
Residential Subdivision:	Any tract of land which has been divided into four or more contiguous lots for use for the construction of residential buildings or permanent mobile homes for either single or multiple occupancy.
Residential Use:	Service to customers using natural gas for domestic purposes such as space heating, air conditioning, water heating, cooking, clothes drying, and other residential uses and includes use in apartment buildings, mobile home parks, and other multi-unit residential buildings.