# ARIZONA CORPORATION COMMISSION UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

G-01551A

SOUTHWEST GAS CORPORATION 5241 SPRING MOUNTAIN ROAD PO BOX 98510 LAS VEGAS NV 89193-8510 RECEIVED

APR 11 2019

ARIZONA CORP COMMISSION UTILITIES DIVISION - DIRECTOR'S DEFICE

|      | Please click | here  | if pre-p | rinted   | Company | name or | this | form | is not | your | current |
|------|--------------|-------|----------|----------|---------|---------|------|------|--------|------|---------|
| Comp | any name or  | · dba | name is  | s not in | cluded. |         |      |      |        |      |         |

Please list current Company name including dba here:

# ANNUAL REPORT Gas

FOR YEAR ENDING

| 12 | 31 | 2018 |
|----|----|------|

FOR COMMISSION USE

ANN 02 18

4-12-19

### **COMPANY INFORMATION**

| Company Name                 | (Business Name)          | SOUTH                      | WEST GAS CORPO                | RATION                       |            |
|------------------------------|--------------------------|----------------------------|-------------------------------|------------------------------|------------|
| Mailing Address              | 5241 SPF                 | RING MOUNTAIN F            | ROAD                          |                              |            |
| LAS VEGAS                    |                          | (20000)                    | NEVADA                        |                              | 89150      |
| (City)                       |                          |                            | (State)                       |                              | (Zip)      |
| (702) 364-3758               |                          | (702) 364-3446             |                               | N/A                          |            |
| Telephone No. (Include Area  | Code)                    | Fax No. (Include Area Coo  | de)                           | Cell No. (Include Area Code) |            |
| Email Address                | LORI.COLVIN@SV           | VGAS.COM                   |                               |                              |            |
| Local Office Mailin          | g Address                | P.O. BOX 98510<br>(Street) |                               |                              |            |
| LAS VEGAS                    |                          |                            | NEVADA                        |                              | 89193-8510 |
| (City)                       |                          |                            | (State)                       |                              | (Zlp)      |
| (877) 860-6020               |                          |                            | (877) 860-6020                |                              |            |
| Local Customer Service Phone | : No (Include Area Code) |                            | (1-800 or other long distance | Customer Service Phone No.)  |            |
| Email Address                | LORI.COLVIN@SV           | VGAS.COM                   | Website address               | www.swgas.cor                | n          |

### **MANAGEMENT INFORMATION**

| Reg           | gulatory Contac     | et:       |                            |         |                              |            |
|---------------|---------------------|-----------|----------------------------|---------|------------------------------|------------|
| XMa           | nagement Cont       | act:      | LORI L. COLVIN             | VP/CO   | NTROLLER/CAO                 |            |
|               |                     |           | (Name)                     |         | (Title)                      |            |
| P.O. BO       | X 98510             | LAS V     | EGAS                       | NEVADA  |                              | 89193-8510 |
| (Str          | eet)                | (Ci       | ity)                       | (State) |                              | (Zip)      |
| (702) 364-    | 3758                |           | (702) 364-3446             |         | N/A                          |            |
| Telephone No. | (Include Area Cade) |           | Fax No. (Include Area Code | 2)      | Cell No. (Include Area Code) |            |
| Email Ad      | dress LORI.C        | OLVIN@S   | WGAS.COM                   |         |                              |            |
|               |                     | Central:  | LUIS F. FRISBY             |         |                              |            |
| On Site       | Manager:            | Southern: | JULIE M. WILLIA            | MS      |                              |            |
|               |                     |           |                            | (Name)  |                              |            |
| Central:      | P.O. BOX 52075      |           | PHOENIX                    | ARIZON  | A                            | 85072-2075 |
| Southern:     | P.O. BOX 26500      |           | TUCSON                     | ARIZON  | A                            | 85726-6500 |
|               | (Street)            |           | (City)                     | (State) |                              | (Zip)      |
| Central:      | (602) 395-4222      |           | (602) 861-3361             |         | N/A                          |            |
| Southern:     | (520) 794-6575      |           | (520) 794-6480             |         | N/A                          |            |
| Telephone No. | (Include Area Code) |           | Fax No. (Include Area Code | e)      | Cell No. (Include Area Code) |            |
|               | Central:            | LUIS.FF   | RISBY@SWGAS.CO             | OM      |                              |            |
| Email Ad      |                     |           | VILLIAMS@SWGA              |         |                              |            |
|               |                     |           | <del></del>                |         |                              |            |

| Statutory Ager           | nt: SCOTT G.             | ADAMS           |                    |                   |                  |
|--------------------------|--------------------------|-----------------|--------------------|-------------------|------------------|
| 1600 E. NORTHE           | RN AVENUE, 42A-12        | 20 P            | HOENIX             | ARIZONA           | 85020            |
| (Street)                 |                          |                 | (City)             | (State)           | (Zip)            |
| (602) 395-4237           |                          | (602) 395-4     |                    | N/A               |                  |
| Telephone No. (Include A | rea Code)                | Fax No. (Includ | e Area Code)       | Cell No. (In      | clude Area Code) |
| Attorney:                | JUSTIN LEE BROV          | VN              |                    |                   |                  |
| P.O. BOX 98510           |                          | LAS VEGA        | AS                 | NEVADA            | 89193-8510       |
| (Street)                 |                          | (City)          |                    | (State)           | (Zip)            |
| (702) 876-7183           |                          | (702) 364-3     | 3452               | N/A               |                  |
| Telephone No. (Include A | rea Code)                | Fax No. (Includ | e Area Code)       |                   | clude Area Code) |
| Email Address:           | JUSTIN.BROWN@            | SWGAS CO        | ⊃M.                |                   |                  |
| Eman Address:            | JUSTIN BROWN@            | 3 WGA3.CC       | JIVI               |                   |                  |
|                          |                          |                 | IP INFORM          | IATION            |                  |
| Check the following      | ng box that applies to y | our compan      | ıy:                |                   |                  |
|                          | Sole Proprietor (S)      |                 | X                  | C Corporation (   | ") (Other than   |
|                          | Sole Froprietor (S)      |                 | 21                 | Association/      |                  |
| []                       |                          |                 |                    |                   |                  |
|                          | Partnership (P)          |                 |                    | Subchapter S Co   | rporation (Z)    |
|                          |                          |                 |                    |                   |                  |
|                          | Bankruptcy (B)           |                 |                    | Association/Co-o  | p (A)            |
|                          | Receivership (R)         |                 |                    | Limited Liability | Company          |
|                          | Other (Describe)         |                 |                    |                   |                  |
|                          |                          | COUN            | TIES SERV          | ED                |                  |
| Check the box below      | ow for the county/ies in | ı which you     | are certified to p | rovide service:   |                  |
|                          |                          |                 |                    |                   |                  |
|                          | APACHE                   | X               | COCHISE            |                   | COCONINO         |
|                          |                          |                 |                    |                   |                  |
| x                        | GILA                     | x               | GRAHAM             | x                 | GREENLEE         |
|                          |                          |                 |                    | _ <del></del>     |                  |
| X                        | LA PAZ                   | X               | MARICOPA           | X                 | MOHAVE           |
|                          | NAVAJO                   | x               | PIMA               | x                 | PINAL            |
|                          |                          |                 |                    | L                 |                  |
|                          | SANTA CRUZ               |                 | YAVAPAI            | x                 | YUMA             |
|                          | STATEWIDE                |                 |                    |                   |                  |
|                          |                          |                 |                    |                   |                  |

## SERVICES AUTHORIZED TO PROVIDE

| Check the following box/s for the services that you are authorized to provide: |
|--|
| Gas  |
| Natural Gas Propane  |
| Other (Specify)  |

## STATISTICAL INFORMATION (ARIZONA ONLY)

| GAS UTILIT                | CIES ONLY                 |
|---------------------------|---------------------------|
| Total number of customers | 1,090,084                 |
| Residential               | 1,048,882                 |
| Commercial                | 40,081                    |
| Industrial                | 193                       |
| Irrigation                | 382                       |
| Other                     | 1                         |
| Transportation            | 545                       |
| Total therms sold         | <b>504,848,200</b> therms |
| Residential               | 270,808,810               |
| Commercial                | 197,133,460               |
| Industrial                | 18,732,430                |
| Irrigation                | 13,472,520                |
| Other                     | 4,700,980                 |

#### COMPANY NAME: SOUTHWEST GAS CORPORATION

#### **UTILITY SHUTOFFS / DISCONNECTS**

| MONTH     | Termination without Notice<br>R14-2-311.B | Termination with Notice<br>R14-2-311.C | OTHER   |
|-----------|---|--|---------|
| JANUARY   | -   | 6,580                                  | 8,955   |
| FEBRUARY  | -   | 5,953                                  | 8,571   |
| MARCH     | -   | 7,512                                  | 11,310  |
| APRIL     | -   | 10,259                                 | 10,910  |
| MAY       |   | 8,767                                  | 11,848  |
| JUNE      | -   | 8,023                                  | 12,288  |
| JULY      | -   | 8,013                                  | 11,343  |
| AUGUST    | -   | 8,037                                  | 11,457  |
| SEPTEMBER | -   | 6,023                                  | 8,986   |
| OCTOBER   | -   | 7,384                                  | 10,079  |
| NOVEMBER  | ы   | 5,333                                  | 9,017   |
| DECEMBER  | -   | 4,767                                  | 8,833   |
| TOTALS -  | -   | 86,651                                 | 123,597 |

#### OTHER (description):

Southwest Gas Corporation's system tracks total terminations; it does not break them out between those with and without notice. However, nearly all disconnection are with appropriate notice. The rare exceptions are outlined in RULE No. 10B of our Arizona tariff, including in circumstances of a safety risk to the utility, its customers or the general public. The amounts in the "Other" column are tenant changes, meaning that they are not actual disconnections. They represent only a change of existing service into a new customer's name.

#### VERIFICATION AND **SWORN STATEMENT Intrastate Revenues Only**



UTILITIES DIVISION - DIRECTOR'S OFFICE

**VERIFICATION** 

STATE OF ARIZONA

I, THE UNDERSIGNED

COUNTY OF (COUNTY NAME)

COCHISE, GILA, GRAHAM, GREENLEE, LAPAZ, MARICOPA, MOHAVE, PIMA, PINAL & YUMA

NAME (OWNER OR OFFICIAL) TITLE

LORI L. COLVIN COMPANY NAME

VP/CONTROLLER/CAO

OF THE

SOUTHWEST GAS CORPORATION

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH DAY YEAR 12 31 2018

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE. INFORMATION AND BELIEF.

#### SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS **DURING CALENDAR YEAR 2018 WAS:** 

> Arizona Intrastate Gross Operating Revenues Only (S) \*\* \$759,013,615

> > (THE AMOUNT IN BOX ABOVE INCLUDES \$ 55,858,641 IN SALES TAXES BILLED OR COLLECTED)

\*\* REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON. THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES **ELSEWHERE REPORTED, ATTACH THOSE** STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

(702) 364-3758 TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

NOTARY PUBLIC STATE OF NEVADA County of Clark SUSAN V. WATSON

Appt. No. 98-4043-1 Appt. Expires July 19, 2020

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

DAY OF

MONTH

COUNTY NAME

SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES

Dah19 2020

#### VERIFICATION AND SWORN STATEMENT RESIDENTIAL REVENUE



INTRASTATE REVENUES ONLY

|   | 1 N                                |     |
|---|------------------------------------|-----|
| NTRASTATE REVENUES ONLY                       | UTILITIES DIVISION - DIRECTOR'S OF |     |
| (COUNTY NAME)                                 |                                    | lCI |
| COCHISE, GILA, GRAHAM, GREENLEE, LAPAZ, MARIO | COPA, MOHAVE, PIMA, PINAL & YUMA   |     |
| NAME (OWNER OR OFFICIAL)                      | TITLE                              |     |
| LORI L. COLVIN                                | VP/CONTROLLER/CAO                  |     |
| COMPANY NAME                                  |                                    |     |

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

SOUTHWEST GAS CORPORATION

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

| MONTH | DAY | YEAR |
|-------|-----|------|
| 12    | 31  | 2018 |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

#### SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2018 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES\* \$472,140,872

(THE AMOUNT IN BOX AT LEFT **INCLUDES \$ 37,542,582 IN SALES** TAXES BILLED, OR COLLECTED.)

\* RESIDENTIAL REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED.

> (702) 364-3758 TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

5 1

DAY OF

NOTARY PUBLIC NAME COUNTY NAME

SIGNATURE OF NOTARY PUBLIC

NO TARY PUBLIC STATE OF NEVADA County of Clark SUSAN V. WATSON Appt. No. 96-4043-1 My Appt. Expires July 19, 2020

MY COMMISSION EXPIRES

Tuly 19, 2020

## FIGURE 1A

#### ARIZONA CORPORATION COMMISSION

#### **UTILITIES DIVISION**

#### ANNUAL REPORT

Company Name: Southwest Gas Corporation

## INTRASTATE INCOME STATEMENT ONLY FOR THE YEAR ENDED DECEMBER 31, 2018

| Account Description | \$ Amount        |
|---------------------|------------------|
| Revenues:           | \$ 703,154,974   |
| Operating Expenses: | 598,640,098 *    |
| Operating Income:   | \$ 104,514,876 * |
| Net Income (Loss):  | \$ 62,054,618 *  |

<sup>\*</sup> Amount includes allocations of common expenses.

## FIGURE 2

#### ARIZONA CORPORATION COMMISSION

#### **UTILITIES DIVISION**

#### ANNUAL REPORT

Company Name: Southwest Gas Corporation

## BALANCE SHEET AS OF DECEMBER 31, 2018

| Account Description                             | \$ Amount          |
|---|--------------------|
| ASSETS  |                    |
| Property, Plant & Equipment, Net - Arizona Only | \$ 2,483,128,137   |
| Current Assets - Total Company                  | \$ 497,152,125     |
| Total Assets - Total Company                    | \$ 6,141,583,645   |
| LIABILITIES AND EQUITY                          |                    |
| Capitalization - Total Company                  | \$ 3,601,128,505 ( |
| Current Liabilities - Total Company             | \$ 643,095,701     |
| Total Liabilities and Equity - Total Company    | \$ 6,141,583,645   |

- (a) Item not allocable to Arizona only, therefore, the total Company amount (for Southwest Gas Corporation and its subsidiaries) is presented.
- (b) Item includes allocations of common plant.