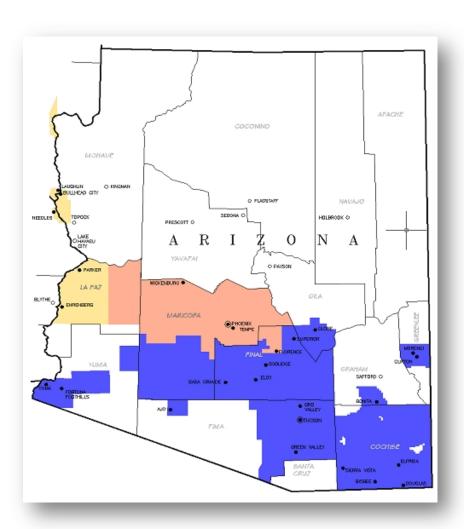


Outline

- Southwest Gas Service Territory
- System Planning
- 2013 Cold Weather Event

Southwest Gas Service Territory

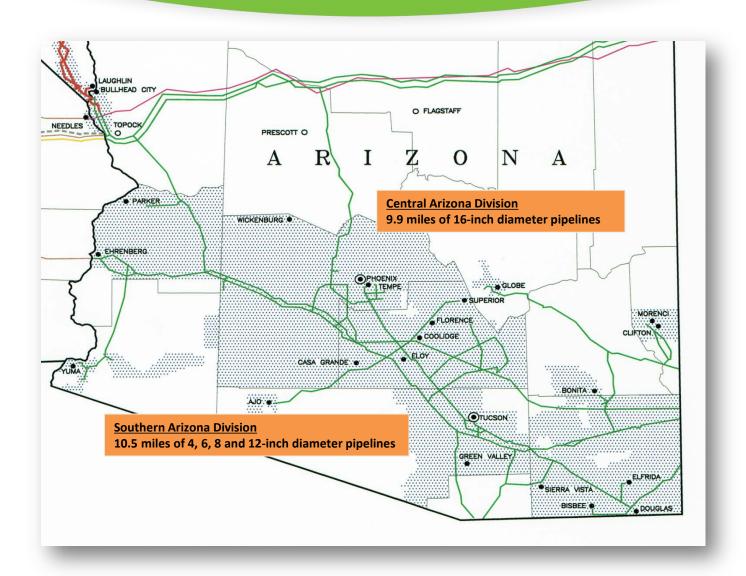
- Approximately 1 million customers served
- 373 miles gas transmission pipelines
- 72 miles High Consequence Areas
- 19,000 miles gas distribution main
- 12,900 miles gas distribution services



System Planning

- Planning process for distribution systems is a year-round, continuous activity
 - Computer hydraulic modeling is used for system design
 - Required system reinforcements are identified from hydraulic modeling results
 - Pipeline reinforcement work is constructed in advance of anticipated loads

System Planning



System Planning

- Planning process for distribution systems is a year-round, continuous activity (cont.)
 - "Cold Weather Plan" updated and published every year in October
 - ➤ Plan Pre-defines actions to take if certain weather conditions are forecasted

2013 Cold Weather Event

- The cold weather event of January 2013 provided a good stress test for our distribution systems
 - Central Arizona weather conditions came within 96% of a design day
 - Southern Arizona within 92%

2013 Cold Weather Event

- The Arizona distribution systems performed extremely well under significant stress test
 - Distribution systems had sufficient capacity to deliver required volumes
 - Provided an excellent opportunity to validate hydraulic models

Operational Summary

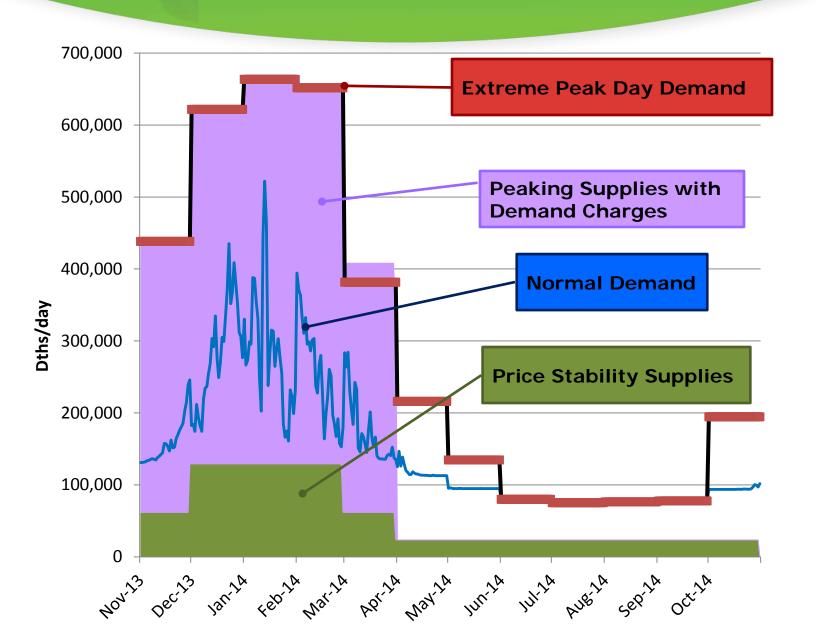
- All required reinforcement work for the 2013/2014 winter is done at this point
- The system planning activity accomplished during the last 12 months places us in a solid position of readiness for the upcoming heating season



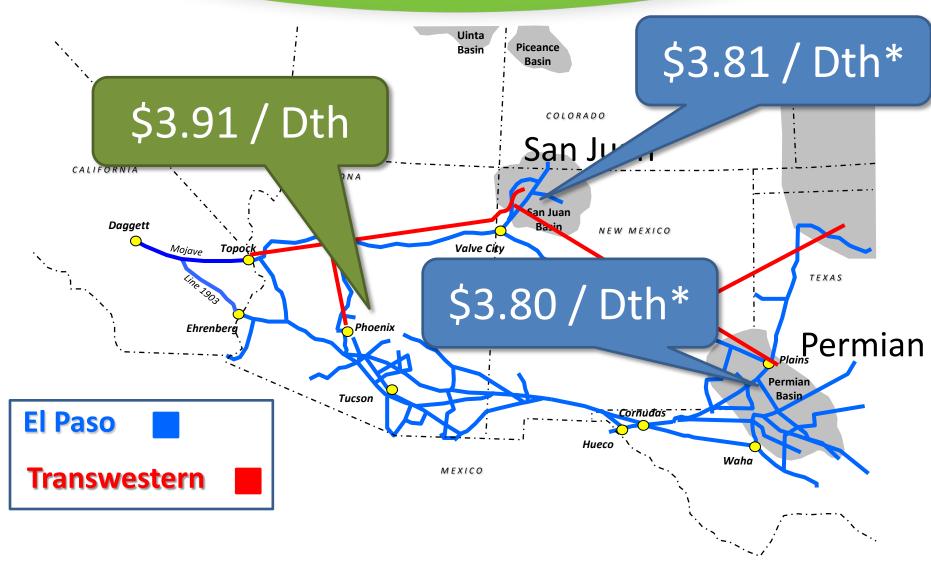
2013/14 Update

- Supply Portfolio Structure
- Interstate Pipelines
- New Storage
- Trends in the Natural Gas Market
- Customer Rates

Gas Supply Resources



Interstate Pipelines



*Winter strip prices October 11, 2013

Arizona Price Stability Program

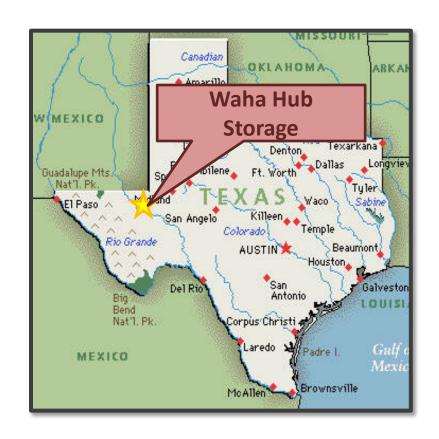
						2013/ 2014
Winter (\$/Dth)	\$8.78	\$6.53	\$6.02	\$5.07	\$3.99	\$3.91

Weighted Average Price

Arizona Storage - Enstor

Waha/Gramma Ridge

- Located in west Texas
- 600,000 Dths
- 60,000 Dths/day of firm withdrawal rights (ratchets down)
- Operational needs and imbalance management

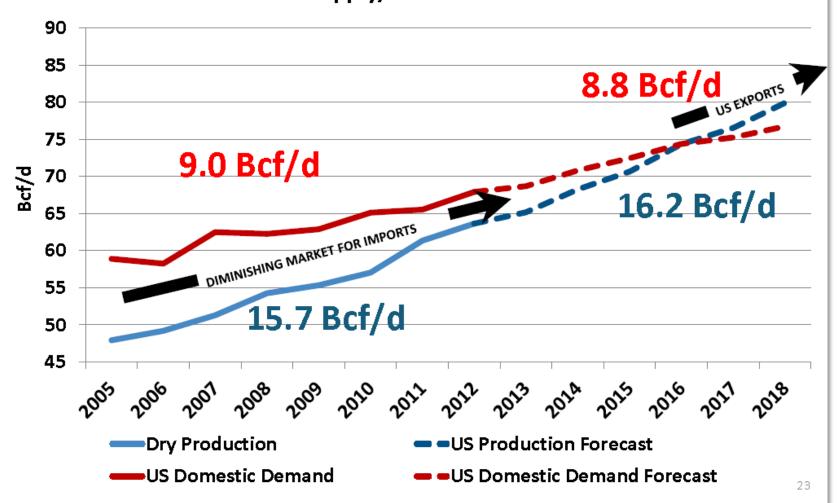


Growth in Demand Not Enough: Exports Needed





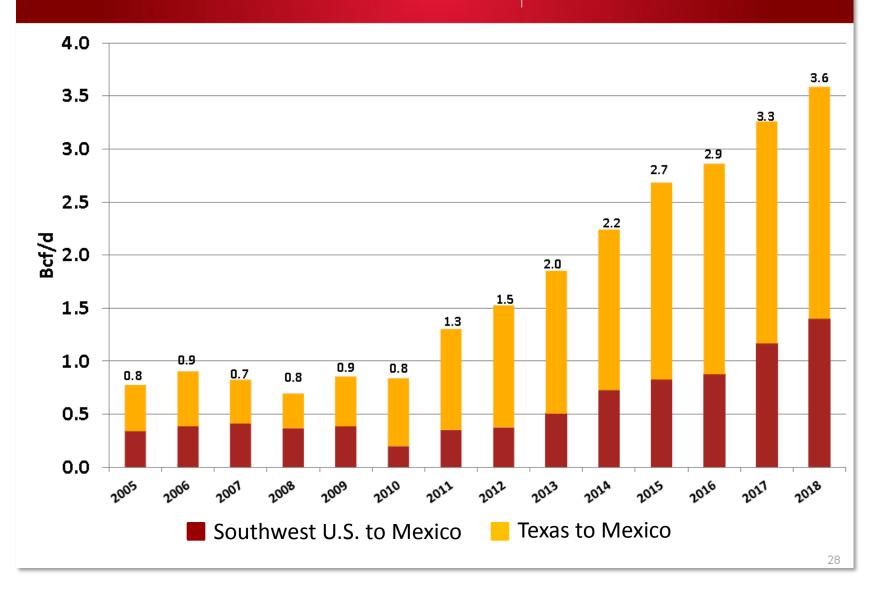




Surging Exports to Mexico in Near-Term



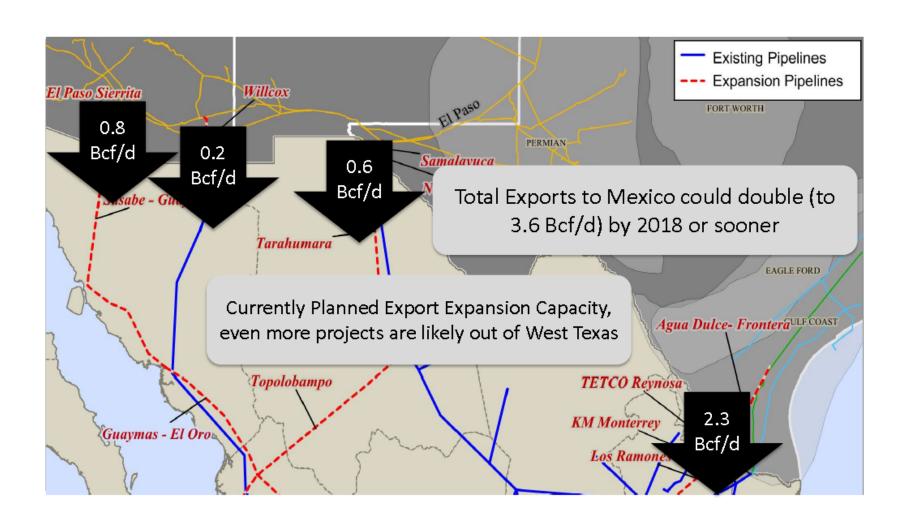




Mexico: 17 Pipeline Expansions





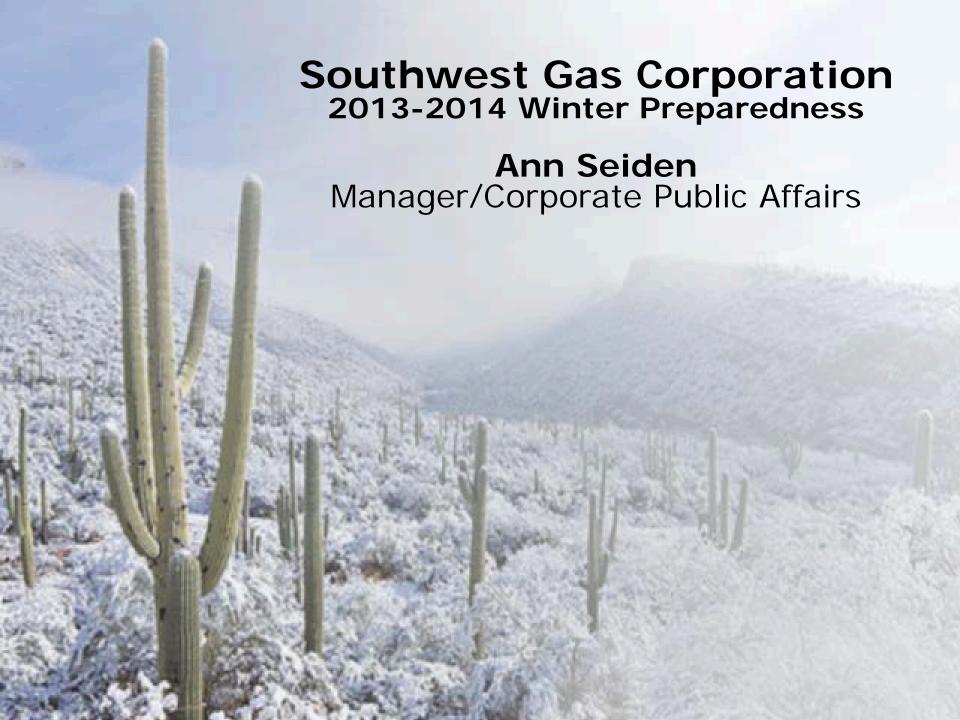


Monthly Gas Cost Rate



Average Winter Bill





Customer Communications

Text Messaging Program



Social Media

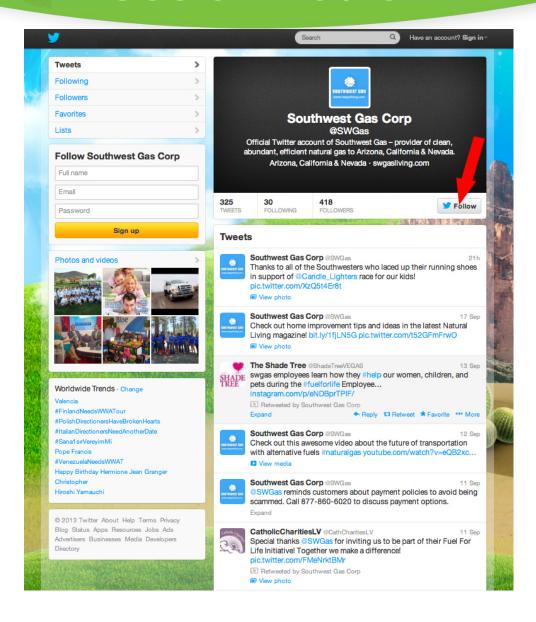


Text Messaging Program

• Fully implemented June 2013



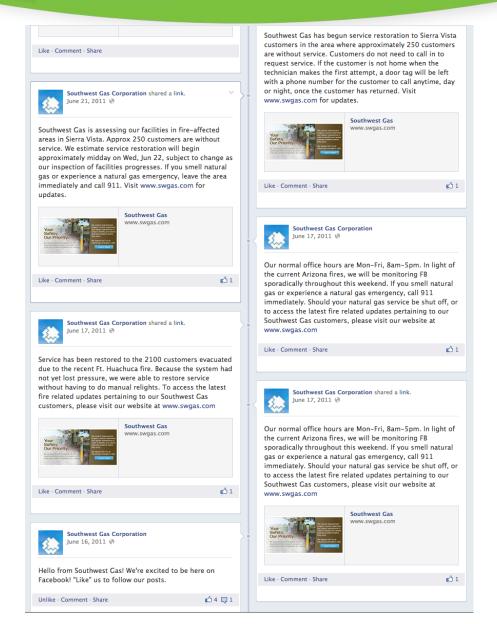
Social Media



Social Media



Customer Communication



Customer Assistance





Andia Ruth

Please help!!!! My services were shut off yesterday due to nonpayment. However I paid what was owed by early evening and was told I had to wait until Monday for gas to be turned back on!!!!

Like · Comment · April 11 at 10:27am



Southwest Gas Corporation Hello Andia, we're sorry to hear that. Could you please send us a private message (not a post) with your account information including the address to be turned on and a contact phone number and we'll have someone contact you shortly.

April 11 at 11:30am · Like



Andia Ruth since i was so quick to post negativity.... i will follow up with positivity and a grateful heart!

April 11 at 3:02pm via mobile · Like



Write a comment...



Customer Feedback





Lara Gates @laragates

Thank you @SWGas for prompt response to my gas leak today! Technician was thorough and friendly

Expand

30 Aug



Questions?