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October 30, 2009

Kimberley D. Bose, Secretary
Federal Energy Regulatory Commission
888 First Street, N.E.
Washington, D.C. 20426

RE: West Texas Gas, Inc.
Refund Report for ACA Charges
Docket No. RP10-_____-000

Dear Ms. Bose:

West Texas Gas, Inc. (“WTG”) hereby submits for filing pursuant to Section 154.501 of the Commission’s regulations, 18 C.F.R. § 154.501, its refund report for the over-collection of its ACA surcharges made under Section 21 of the General Terms and Conditions of WTG’s tariff. Refunds are being made to all shippers contemporaneously with the filing of this report on October 30, 2009.

Statement of Reason and Basis for Filing

In the process of filing for a tariff change for its 2009 Annual Charge Adjustment, WTG discovered that due to administrative error, it had not filed to change its Commission-approved ACA charge since 1998. Due to the volumes transported and the relatively small difference between the approved charge each year and the rate last reflected in WTG’s tariff, the aggregate amount of the overcharge is *de minimis*, totaling \$2,017.73 (including interest) for all shippers over the 10-year period involved. The enclosed workpapers detail the system-wide jurisdictional volumes involved for each year of the refund period, the volumes allocated to each jurisdictional customer, along with applicable interest rates calculated and compounded quarterly as provided in Section 154.501(d) of the Regulations.

Annual volumes shown in the workpapers reflect WTG’s Form 2 filings with the Commission, and are allocated to each customer based on the company’s accounting records. Due to a change in accounting systems and formats occurring in 1995, actual volumes for each customer for each month of the refund period are not available, so the quarterly interest calculations do not precisely match the October 1 effective date for annual changes to the ACA charge. However, any differences would be minimal, given that the total quarterly interest amounts for all shippers range from \$0.37 to a high of \$30.30. To compensate

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shippers for any underpayment, WTG has calculated interest at the compounded rate through the end of 2009, even though refunds are being made on October 30, 2009.

Material Enclosed

The following materials are included with this filing in accordance with Part 154 of the Commission's regulations:

- (1) Workpapers showing volumes, the applicable quarterly interest rates, the calculation of principal and interest, and the allocation of refunds to each customer;
- (2) An electronic version of these workpapers in Excel format, with all formulas intact;
- (3) A notice suitable for publication in the Federal Register, together with an electronic version thereof.

Correspondence and Communications

Communications or questions concerning this filing may be directed to the following:

Richard D. Hatchett, Vice President
West Texas Gas, Inc.
211 N. Colorado
Midland, Texas 79701
432-682-4349 (Phone)
432-682-4024 (Fax)
rhatchett@westtexasgas.com

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2900 Stratford Drive
Austin, TX 78746
512-306-9487 (Phone)
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Waivers

WTG respectfully requests waiver of any provisions of its tariff or the Commission's regulations required to accept this refund report.

Service and Posting

Copies of the instant filing are being mailed to all of WTG's jurisdictional customers and to interested state commissions. A copy is available for public inspection during regular business hours at the company's office in Midland, Texas, and has been posted on its website at www.westtexasgas.com.

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Certification

In accordance with Sections 154.4(b) and 385.2011 of the Commission's Regulations, the undersigned states (1) that he is authorized to make this filing; (2) that the electronic version of the workpapers contains the same information as is contained on the printed version of these workpapers; (3) that the information contained herein is true and correct to the best knowledge and belief of the undersigned; and (4) that copies of this filing have been served on all customers and interested state commissions.

Respectfully submitted,

/s/

Sterling H. Smith
Law Offices of Sterling H. Smith
2900 Stratford Drive
Austin, TX 78746
(512) 306-9487; (512) 306-9497 (Fax)

Attorney for West Texas Gas, Inc.

October 30, 2009

West Texas Gas, Inc.

Calculation of ACA Surcharge Overcollection
Calendar years 1998 through 2008 - New Mexico Gas Co.

A/C NUMBER	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Fell Water Development	299,837	261,388	294,224	185,192	227,738	200,328	184,445	156,058	185,891	220,338	-	-
New Mexico Gas Co.	731,926	638,069	718,224	452,068	555,928	473,925	461,125	380,951	457,987	418,026	423,643	290,229
TOTAL SALES	1,031,763	899,457	1,012,448	637,260	783,666	674,253	645,570	537,009	643,878	638,364	423,643	29,023
Tariff Rate	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022
ACA Surcharge Billed	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022
FERC Approved ACA Charge	0.0022	0.0022	0.0021	0.0021	0.0021	0.0021	0.0019	0.0018	0.0017	0.0019	0.0017	0.0017
Overcharge per Mcf	\$ -	\$ -	\$ 0.0001	\$ 0.0001	\$ 0.0001	\$ 0.0001	\$ 0.0003	\$ 0.0004	\$ 0.0005	\$ 0.0003	\$ 0.0005	\$ 0.0005
Credit due NMGGCO	\$ -	\$ -	\$ 71.82	\$ 45.21	\$ 55.59	\$ 47.39	\$ 138.34	\$ 152.38	\$ 228.99	\$ 125.41	\$ 211.82	\$ 145.11
1st Qtr Interest Rate	8.50%	8.17%	8.29%	9.50%	5.64%	4.62%	4.00%	4.75%	6.78%	8.25%	7.76%	4.52%
1st Qtr Interest	\$ -	\$ -	\$ 0.37	\$ 2.05	\$ 2.00	\$ 2.35	\$ 2.83	\$ 5.20	\$ 10.77	\$ 18.38	\$ 21.61	\$ 15.60
2nd Qtr Interest Rate	8.50%	7.75%	8.58%	9.02%	4.78%	4.25%	4.00%	5.30%	7.30%	8.25%	6.77%	3.37%
2nd Qtr Interest	\$ -	\$ -	\$ 0.00	\$ 1.69	\$ 1.53	\$ 2.04	\$ 2.48	\$ 5.29	\$ 10.55	\$ 17.73	\$ 17.96	\$ 11.33
3rd Qtr Interest Rate	8.50%	7.75%	9.02%	7.79%	4.75%	4.25%	4.00%	5.77%	7.74%	8.25%	5.30%	3.25%
3rd Qtr Interest	\$ -	\$ -	\$ 1.21	\$ 2.12	\$ 2.02	\$ 2.41	\$ 3.52	\$ 7.41	\$ 14.51	\$ 19.67	\$ 16.16	\$ 11.81
4th Qtr Interest Rate	8.50%	7.94%	9.50%	6.80%	4.75%	4.07%	4.22%	6.23%	8.17%	8.25%	5.00%	-
4th Qtr Interest	\$ -	\$ -	\$ 1.71	\$ 2.05	\$ 2.18	\$ 2.43	\$ 4.08	\$ 8.59	\$ 16.49	\$ 20.32	\$ 15.91	\$ -
Interest Due NMGGCO	\$ -	\$ -	\$ 3.29	\$ 7.91	\$ 7.74	\$ 9.23	\$ 12.91	\$ 26.49	\$ 52.33	\$ 76.09	\$ 71.65	\$ 38.74
Cummulative Amount owed												
to NMGGCO	\$ -	\$ -	\$ 75.12	\$ 128.24	\$ 191.57	\$ 248.19	\$ 399.43	\$ 578.31	\$ 859.63	\$ 1,061.13	\$ 1,344.60	\$ 1,528.46

Note : Total volumes for each year are in agreement with volumes reported on FERC Form 2A.

Volume allocations between customers in Years 1998, 1999, 2000, 2001, 2002, and 2005 are based on average 2003, 2004, and 2006.

West Texas Gas, Inc.

Calculation of ACA Surcharge Overcollection
Calendar years 1998 through 2008 - Felt Water

AC NUMBER	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Felt Water Development	299,837	261,388	294,224	185,192	227,738	200,328	184,445	156,058	185,891	220,338	-	
New Mexico Gas Co.	731,926	638,069	718,224	452,068	555,928	473,925	461,125	380,951	457,987	418,026	423,643	290,229
TOTAL SALES	1,031,763	899,457	1,012,448	637,260	783,666	674,253	645,570	537,009	643,878	638,364	423,643	29,023
Tariff Rate	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022
ACA Surcharge Billed	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022	\$ 0.0022
FERC Approved ACA Charge	0.0022	0.0022	0.0021	0.0021	0.0021	0.0021	0.0019	0.0018	0.0017	0.0019	0.0017	0.0017
Overcharge per Mcf	\$ -	\$ -	\$ 0.0001	\$ 0.0001	\$ 0.0001	\$ 0.0001	\$ 0.0003	\$ 0.0004	\$ 0.0005	\$ 0.0003	\$ 0.0005	\$ 0.0005
Credit due Felt Water Development	\$ -	\$ -	\$ 29.42	\$ 18.52	\$ 22.77	\$ 20.03	\$ 55.33	\$ 62.42	\$ 92.95	\$ 66.10	\$ -	\$ -
1st Qtr Interest Rate	8.50%	8.17%	8.29%	9.50%	5.64%	4.62%	4.00%	4.75%	6.78%	8.25%	7.76%	4.52%
1st Qtr Interest	\$ -	\$ -	\$ 0.15	\$ 0.84	\$ 0.82	\$ 0.96	\$ 1.16	\$ 2.12	\$ 4.40	\$ 7.57	\$ 8.69	\$ 5.38
2nd Qtr Interest Rate	8.50%	7.75%	8.58%	9.02%	4.78%	4.25%	4.00%	5.30%	7.30%	8.25%	6.77%	3.37%
2nd Qtr Interest	\$ -	\$ -	\$ 0.00	\$ 0.69	\$ 0.63	\$ 0.83	\$ 1.02	\$ 2.16	\$ 4.31	\$ 7.23	\$ 7.59	\$ 4.01
3rd Qtr Interest Rate	8.50%	7.75%	9.02%	7.79%	4.75%	4.25%	4.00%	5.77%	7.74%	8.25%	5.30%	3.25%
3rd Qtr Interest	\$ -	\$ -	\$ 0.50	\$ 0.87	\$ 0.83	\$ 0.99	\$ 1.44	\$ 3.03	\$ 5.92	\$ 8.25	\$ 5.94	\$ 3.87
4th Qtr Interest Rate	8.50%	7.94%	9.50%	6.80%	4.75%	4.07%	4.22%	6.23%	8.17%	8.25%	5.00%	
4th Qtr Interest	\$ -	\$ -	\$ 0.70	\$ 0.84	\$ 0.89	\$ 1.00	\$ 1.66	\$ 3.51	\$ 6.72	\$ 8.59	\$ 5.60	\$ -
Interest Due Felt Water	\$ -	\$ -	\$ 1.35	\$ 3.24	\$ 3.17	\$ 3.79	\$ 5.29	\$ 10.81	\$ 21.35	\$ 31.64	\$ 27.82	\$ 13.26
Cumulative Amount owed to Felt Water	\$ -	\$ -	\$ 30.77	\$ 52.53	\$ 78.48	\$ 102.30	\$ 162.92	\$ 236.16	\$ 350.45	\$ 448.19	\$ 476.01	\$ 489.27

UNITED STATES OF AMERICA
BEFORE THE
FEDERAL ENERGY REGULATORY COMMISSION

West Texas Gas, Inc.

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Docket No. RP10-_____

NOTICE OF REFUND REPORT

Take notice that on October 30, 2009, West Texas Gas, Inc. (“WTG”), a Texas corporation whose principal office is at 211 North Colorado, Midland, Texas, 79701, filed a refund report for excess collections of its ACA surcharges made under Section 21 of the General Terms and Conditions of WTG’s tariff. WTG states that refunds totaling \$2,017.73, including interest, are being made to all shippers contemporaneously with the filing of its refund report on October 30, 2009.

Any questions concerning this filing may be directed to Richard D. Hatchett, by mail to 211 North Colorado, Midland, Texas 79701, by phone to (432) 682-4349, or by email to rhatchett@westtexasgas.com.

Any person desiring to intervene or to protest in this proceeding must file in accordance with Rules 211 and 214 of the Commission’s Rules of Practice and Procedure (18 CFR § 385.211 and § 385.214) on or before 5:00 p.m. Eastern time on the specified comment date. It is not necessary to separately intervene again in a subdocket related to a compliance filing if you have previously intervened in the same docket. Protests will be considered by the Commission in determining the appropriate action to be taken, but will not serve to make protestants parties to the proceeding. Anyone filing a motion to intervene or protest must serve a copy of that document on the Applicant. In reference to filings initiating a new proceeding, interventions or protests submitted on or before the comment deadline need not be served on persons other than the Applicant.

The Commission encourages electronic submission of protests and interventions in lieu of paper, using the FERC Online links at <http://www.ferc.gov>. To facilitate electronic service, persons with Internet access who will eFile a document and/or be listed as a contact for an intervenor must create and validate an eRegistration account using the eRegistration link. Select the eFiling link to log on and submit the intervention or protests.

Persons unable to file electronically should submit an original and 14 copies of the intervention or protest to the Federal Energy Regulatory Commission, 888 First St. N.E., Washington, D.C. 20426.

The filing in the above proceeding is accessible in the Commission’s eLibrary system by clicking on the appropriate link in the above list. They are also available for review in the Commission’s Public Reference Room in Washington, D.C. There is an eSubscription link on the web site that enables subscribers to receive email notification when a document is added to a subscribed docket(s). For assistance with any FERC

Online service, please email FERCOnlineSupport@ferc.gov. or call (866) 208-3676 (toll free). For TTY, call (202) 502-8659.

Comment Date:

Kimberly D. Bose,
Secretary