COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT FILING OF) CASE NO. ATMOS ENERGY) 2014-00114

ORDER

On April 22, 2014, in Case No. 2013-00148,¹ the Commission approved rates for Atmos Energy Corporation ("Atmos") and provided for their further adjustment in accordance with Atmos's Gas Cost Adjustment ("GCA") clause.

On March 31, 2014, Atmos filed its GCA to be effective May 1, 2014. Atmos filed supplemental information in support of its GCA on April 15, 2014.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

- 1. Atmos's notice includes revised rates designed to pass on to its sales customers its expected change in wholesale gas costs.
- 2. Atmos's Expected Gas Cost ("EGC") for firm sales customers is \$6.2694 per Mcf, an increase of \$.6318 per Mcf from the previous EGC of \$5.6376 per Mcf.

 Atmos's EGC for interruptible sales customers is \$4.9842 per Mcf, an increase of \$.6363 per Mcf from the previous EGC of \$4.3479 per Mcf.
- 3. Atmos's notice sets no current quarter Refund Factor ("RF"). Atmos's total RF is \$.0000 per Mcf, which represents no change from its prior RF. Atmos's notice

¹ Case No. 2013-00148, Application of Atmos Energy Corporation for an Adjustment of Rates and Tariff Modifications (Ky. PSC April 22, 2014).

- sets out all previously approved RFs at \$0 due to its having already provided all pipeline refunds to its customers.
 - 4. Atmos's notice sets out its current Correction Factor ("CF") of \$.5893 per Mcf, which represents an increase of \$.3123 per Mcf from the previous CF of \$.2770 per Mcf.
 - 5. Atmos's notice sets out its Performance Based Rate Recovery Factor ("PBRF") of \$.1936 per Mcf, which is effective from February 1, 2014, until February 1, 2015.
 - 6. Atmos's GCAs are \$7.0523 per Mcf for firm sales customers and \$5.7671 per Mcf for interruptible sales customers. The impact on firm sales customers is an increase of \$.9441 per Mcf from the previous GCA of \$6.1082 per Mcf. The impact on interruptible sales customers is an increase of \$.9486 per Mcf from the previous GCA of \$4.8185 per Mcf.
 - 7. The rates in the Appendix, attached hereto and incorporated herein, are fair, just, and reasonable, and should be approved for final meter readings by Atmos on and after May 1, 2014.

IT IS THEREFORE ORDERED that:

- 1. The rates in the Appendix to this Order are approved for final meter readings on and after May 1, 2014.
- 2. Within 20 days of the date of this Order, Atmos shall file with this Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets setting out the rates approved herein and reflecting that they were approved pursuant to this Order.

By the Commission

ENTERED

APR 25 2014

KENTUCKY PUBLIC SERVICE COMMISSION

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2014-00114 DATED APR 2 5 2014

The following rates and charges are prescribed for the customers in the area served by Atmos Energy Corporation. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

RATES:

Applicable to: General Sales Service Rate G-1

Gas Cost Adjustment

To each bill rendered under the above-named rate schedule there shall be added an amount equal to: \$7.0523 per Mcf of gas used during the billing period.

Applicable to: Interruptible Sales Service Rate G-2

Gas Cost Adjustment

To each bill rendered under the above-named rate schedule there shall be added an amount equal to: \$5.7671 per Mcf of gas used during the billing period.

Stellie Jackson Atmos Energy Corporation 3275 Highland Pointe Drive Owensboro, KY 42303