COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT)	
FILING OF ATMOS ENERGY)	CASE NO.
CORPORATION)	2014-00413

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 November 25, 2014, Atmos filed an interim GCA to be effective January 1, 2015. Atmos's current GCA was approved by the Commission on October 27, 2014 and was to be in effect for November 1, 2014 through January 31, 2015.² Atmos explained in its application that due to recent increases in the commodity cost of gas, the current GCA rates would not adequately recover the cost of gas in the month of January.

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 Case No. 2014-00349, Purchase Gas Adjustment Filing of Atmos Energy (Ky. PSC Oct. 27, 2014).

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

2. Atmos's Expected Gas Cost ("EGC") for firm sales customers is \$5.8056 per Mcf, which is an increase of \$.1135 per Mcf from the previous EGC of \$5.6921 per Mcf. Atmos's EGC for interruptible sales customers is \$4.5982 per Mcf, which is an increase of \$.1135 per Mcf from the previous EGC of \$4.4847 per Mcf.

3. Atmos's notice sets no current quarter Refund Factor ("RF"). Atmos's total RF is \$.0000 per Mcf, which is no change from its prior RF. Atmos's notice sets out all previously approved RFs at \$0 due to Atmos having already given all pipeline refunds to its customers.

4. Atmos's notice sets out its current Correction Factor ("CF") of (\$.1381) per Mcf, which is no change from its previous CF.

5. Atmos's notice sets out its Performance Based Rate Recovery Factor ("PBRRF") of \$.1936 per Mcf, which is effective from February 1, 2014 until February 1, 2015.

6. Atmos's GCAs are \$5.8611 per Mcf for firm sales customers and \$4.6537 per Mcf for interruptible sales customers. The impact on firm sales customers is an increase of \$.1135 per Mcf from the previous GCA of \$5.7476 per Mcf. The impact on interruptible sales customers is an increase of \$.1135 per Mcf from the previous GCA of \$4.5402 per Mcf.

7. The rates set forth in the Appendix to this Order are fair, just and reasonable and should be approved for final meter readings by Atmos on and after January 1, 2015.

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IT IS THEREFORE ORDERED that:

1. The rates in the Appendix to this Order are approved for final meter readings on and after January 1, 2015.

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 DEC 2 2 2014 KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST Executive Director

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APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2014-00413 DATED DEC 2 2 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: \$5.8611 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: \$4.6537 per Mcf of gas used during the billing period. Stellie Jackson Atmos Energy Corporation 3275 Highland Pointe Drive Owensboro, KY 42303