

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT)	
FILING OF ATMOS ENERGY)	CASE NO.
CORPORATION)	2016-00352

ORDER

On August 4, 2016, in Case No. 2015-00343,¹ 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 September 30, 2016, Atmos filed its GCA to be effective November 1, 2016. Atmos filed a revision to its application on October 13, 2016.

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 \$4.2751 per Mcf, which is a decrease of \$.1388 per Mcf from the previous EGC of \$4.4139 per Mcf. Atmos’s EGC for interruptible sales customers is \$3.0533 per Mcf, which is a decrease of \$.1495 per Mcf from the previous EGC of \$3.2028 per Mcf.

¹ Case No. 2015-00343, *Application of Atmos Energy Corporation for an Adjustment of Rates and Tariff Modifications* (Ky. PSC Aug. 4, 2016).

3. Atmos's revised notice sets a current quarter Refund Factor ("RF") of \$.0000 per Mcf. Atmos's total RF is \$.0000 per Mcf, which is an increase of \$.0035 per Mcf from its previous total RF of (\$.0035) per Mcf.

4. Atmos's notice sets out its current Correction Factor ("CF") of (\$.2565) per Mcf, which is an increase of \$.1796 per Mcf from its previous CF of (\$.4361) per Mcf.

5. Atmos's notice sets out its Performance Based Rate Recovery Factor ("PBRF") of \$.1191 per Mcf, which is no change from its previous PBRF.

6. Atmos's GCAs are \$4.1377 per Mcf for firm sales customers and \$2.9159 per Mcf for interruptible sales customers. The impact on firm sales customers is an increase of \$.0443 per Mcf from the previous GCA of \$4.0934 per Mcf. The impact on interruptible sales customers is an increase of \$.0336 per Mcf from the previous GCA of \$2.8823 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 November 1, 2016.

IT IS THEREFORE ORDERED that:

1. The rates set forth in the Appendix to this Order are approved for final meter readings on and after November 1, 2016.

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
OCT 25 2016
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:


Executive Director

Case No. 2016-00352

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2016-00352 DATED **OCT 25 2016**

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: \$4.1377 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: \$2.9159 per Mcf of gas used during the billing period.

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