COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

CTRONIC APPLICATION OF ATMOS)	CASE NO.
ENERGY CORPORATION FOR AN)	
ADJUSTMENT OF RATES)	2018-00281

ORDER

The Commission issued an Order on January 8, 2019, setting a formal hearing on the Attorney General of the Commonwealth of Kentucky's (Attorney General) motion to compel Atmos Energy Corporation (Atmos) to respond to his First Request for Information, Item 30, concerning the methodology for computing depreciation rates. Specifically, the Attorney General requested Atmos to provide its depreciation rates utilizing the average life group (ALG) methodology instead of the equal life group (ELG) methodology. Atmos objected to the Attorney General's motion to compel discovery and argued that under the Kentucky Rules of Civil Procedure the discovery request would not be allowed. However, Atmos also acknowledges in the objection that pursuant to KRS 278.310, the Commission is not bound by the technical rules of legal evidence, and the applicability of the Kentucky Rules of Civil Procedure is limited to civil actions in the Court of Justice. A hearing for receiving oral arguments on the Attorney General's Motion to Compel was conducted on January 10, 2019.

¹ Attorney General's Motion to Compel Discovery (filed Dec. 21, 2018) at 1.

² Atmos Energy's Response to Attorney General's Motion to Compel Discovery (filed Dec. 28, 2018), at 1–4.

³ Id. at 1.

Having reviewed the pleadings and oral arguments, and being otherwise sufficiently advised, the Commission finds that the requested calculation of Atmos' depreciation rates using the ALG methodology is relevant to whether Atmos is proposing fair, just, and reasonable rates; and, therefore should be provided.

IT IS HEREBY ORDERED that:

- The motion of the Attorney General to compel Atmos to respond to his First Request for Information, Item 30, is granted.
- 2. Atmos shall file the response to the above-referenced request into the record within 15 days of the date of this Order.
- 3. Atmos is permitted to seek recovery of the expense that it incurs providing the above-referenced information as a general rate case expense.

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By the Commission

ENTERED

JAN 1 4 2019

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director

*Honorable John N Hughes Attorney at Law 124 West Todd Street Frankfort, KENTUCKY 40601 *Rebecca W Goodman
Assistant Attorney General
Office of the Attorney General Office of Rate
700 Capitol Avenue
Suite 20
Frankfort, KENTUCKY 40601-8204

*Justin M. McNeil Office of the Attorney General Office of Rate 700 Capitol Avenue Suite 20 Frankfort, KENTUCKY 40601-8204 *Eric Wilen Project Manager-Rates & Regulatory Affairs Atmos Energy Corporation 5420 LBJ Freeway, Suite 1629 Dallas, TEXAS 75420

*Kent Chandler Assistant Attorney General Office of the Attorney General Office of Rate 700 Capitol Avenue Suite 20 Frankfort, KENTUCKY 40601-8204

*Kevin Frank 5430 LBJ Freeway, 1800 Three Lincoln Dallas, TEXAS 75240

*Larry Cook Assistant Attorney General Office of the Attorney General Office of Rate 700 Capitol Avenue Suite 20 Frankfort, KENTUCKY 40601-8204

*Atmos Energy Corporation 3275 Highland Pointe Drive Owensboro, KY 42303

*Mark R Hutchinson Wilson, Hutchinson & Littlepage 611 Frederica Street Owensboro, KENTUCKY 42301