

February 29, 2008

RECEIVED FEB 2 9 2008 PUBLIC SERVICE COMMISSION

Honorable Elizabeth O'Donnell Executive Director 211 Sower Boulevard Frankfort, KY 40602-0615

1

Re: Atmos Energy Corporation Case No. 2002-00128

Dear Ms. O'Donnell:

Pursuant to the Order of the Commonwealth of Kentucky dated May 20, 2002 in the above referenced docket, enclosed is the report of action for Atmos Energy Corporation for the period October 1, 2007 through December 31, 2007.

If you have any questions or require further information, please do not hesitate to contact me at (972) 855-9718. Thank you for your assistance.

Sincere

Laurie Sherwood VP Corp Development & Treasurer

Enclosures

COMMONWEALTH OF KENTUCKY PUBLIC SERVICE COMMISSION

Application of Atmos Energy Corporation (Atmos), through its division, Western Kentucky Gas Company of Owensboro, Kentucky, for an order authorizing the creation and issuance of up to 2,500,000 shares of common stock through its 1998 Long-Term Incentive Plan

Case No. 2002-00128

REPORT OF ACTION Prepared February 29, 2008

Reference is made to the order entered into on May 20, 2002 that Atmos Energy Corporation ("Atmos"), through its division, Western Kentucky Gas Company ("Western") reports that the Company is authorized to create and issue up to 2,500,000 shares of common stock through its 1998 Long-Term Incentive Plan.

For the period October 1, 2007 through December 31, 2007, Atmos reports that there were 23,900 shares exercised under the authority granted by this docket from 1998 Long-Term Incentive Plan with \$663,703.00 increase in capital stock. The aggregate number of shares authorized but not issued under Docket 2002-00128 was 1,307,040 as of December 31, 2007.

Atmos Energy Corporation

Laurie Sherwood VP Corp Development & Treasurer