COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT FILING OF ATMOS ENERGY)) CASE NO.

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 25, 2016, Atmos filed its GCA to be effective May 1, 2016. On March 31, 2016, Atmos filed a revised GCA application.

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

- 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 \$3.6723 per Mcf, which is a decrease of \$.4465 per Mcf from the previous EGC of \$4.1188 per Mcf. Atmos's EGC for interruptible sales customers is \$2.4612 per Mcf, which is a decrease of \$.4465 per Mcf from the previous EGC of \$2.9077 per Mcf.
- Atmos's notice sets a current quarter Refund Factor ("RF") of \$.0000 per
 Mcf. Atmos's total RF is (\$.0035) per Mcf, which is no change from its prior total RF.

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

- Atmos's revised notice sets out its current Correction Factor ("CF") of (\$.1013) per Mcf, which is an increase of \$.2559 per Mcf from its previous CF of (\$.3572) per Mcf.
- 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 \$3.6866 per Mcf for firm sales customers and \$2.4755 per Mcf for interruptible sales customers. The impact on firm sales customers is a decrease of \$.1906 per Mcf from the previous GCA of \$3.8772 per Mcf. The impact on interruptible sales customers is a decrease of \$.1906 per Mcf from the previous GCA of \$2.6661 per Mcf.
- 7. The revised rates as proposed by Atmos and 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 May 1, 2016.

IT IS THEREFORE ORDERED that:

- The rates proposed by Atmos and set forth in the Appendix to this Order are approved for final meter readings on and after May 1, 2016.
- 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 0 7 2016

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Acting Executive Director

asoul. Gunweld

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2016-00129 DATED APR 0 7 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: \$3.6866 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: \$2.4755 per Mcf of gas used during the billing period.

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

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

*Honorable Mark R Hutchinson Attorney at Law 611 Frederica Street Owensboro, KENTUCKY 42301

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