COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PIPE REPLACEMENT PROGRAM FILING) CASE NO. OF ATMOS ENERGY CORPORATION) 2011-00288

ORDER

On August 1, 2011, Atmos Energy Corporation ("Atmos") filed with this Commission its second Pipe Replacement Program ("PRP") application to establish PRP Rider rates for the 12-month period beginning October 1, 2011.¹ Atmos provided revised Exhibits and rates following an August 17, 2011 informal teleconference with Commission Staff.² There are no intervenors in this proceeding. The case now stands submitted for decision.

Having reviewed the evidence of record and being otherwise sufficiently advised, the Commission finds that the information contained in Atmos's application, along with its revised Exhibits, is in sufficient detail to support the reasonableness of Atmos's proposed PRP Rider rates, as revised in its August 19, 2011 supplemental filing.

¹ The Commission approved the PRP in Atmos's most recent general rate case, Case No. 2009-00354, Application of Atmos Energy Corporation for an Adjustment of Rates (Ky. PSC May 28, 2010). Atmos filed its initial PRP application on March 31, 2011 in Case No. 2011-00120, Pipe Replacement Program Filing of Atmos Energy Corporation (Ky. PSC May 24, 2011). For reasons related to Atmos's 2009 rate case, the rates approved in that initial PRP case were to be in effect for only four months, June 2011 through September 2011. With this PRP filing, and on a going-forward basis, Atmos will make one annual PRP filing per year.

² See Atmos's August 19, 2011 supplemental filing.

IT IS HEREBY ORDERED that:

- 1. The PRP rates in the Appendix to this Order are approved for service rendered by Atmos on and after October 1, 2011.
- 2. Within 20 days of the date of this Order, Atmos shall file its revised tariff sheets with this Commission, setting out the PRP Rider rates authorized herein and reflecting that they were approved pursuant to this Order.

By the Commission

ENTERED

SEP 0 7 2011

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST.

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2011-00288 DATED SEP 0 7 2011

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.

Pipe Replacement Program Rider Rates

	Monthly Customer		Distribution
	<u>Charge</u>		Charge per Mcf
Rate G-1 (Residential)	\$ 0.99		\$0.00
Rate G-1 (Non-Residential)	\$ 3.21		\$0.00
Rate G-2	\$18.08	All Mcf	\$0.0349
Rate T-3	\$15.36	1-15,000 Mcf	\$0.0334
		Over 15,000 Mcf	\$0.0217
Rate T-4	\$14.06	1-300 Mcf	\$0.0506
		301-1,500 Mcf	\$0.0354
		Over 1,500 Mcf	\$0.0230

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