

Steven L. Beshear
Governor

Leonard K. Peters
Secretary
Energy and Environment Cabinet



Commonwealth of Kentucky
Public Service Commission
211 Sower Blvd.
P.O. Box 615
Frankfort, Kentucky 40602-0615
Telephone: (502) 564-3940
Fax: (502) 564-3460
psc.ky.gov

David L. Armstrong
Chairman

James W. Gardner
Vice Chairman

Daniel E. Logsdon Jr.
Commissioner

September 15, 2015

PARTIES OF RECORD

Re: Case No. 2015-00272
APPLICATION OF ATMOS ENERGY CORPORATION TO ESTABLISH PRP
RIDER RATES FOR THE TWELVE MONTH PERIOD BEGINNING OCTOBER
1, 2015

Attached is a copy of a memorandum which is being filed in the record of the above-referenced case. If you have any comments you would like to make regarding the contents of the memorandum please do so within five days of receipt of this letter. If you have any questions, please contact Virginia Gregg, Commission Staff Attorney, at 502-782-2584.

Sincerely,

A handwritten signature in blue ink, appearing to read "Jeff Derouen".

Jeff Derouen
Executive Director

VG/ph

Attachments

INTRA-AGENCY MEMORANDUM

KENTUCKY PUBLIC SERVICE COMMISSION

TO: Case File

FROM: Virginia Gregg, Staff Attorney

DATE: September 14, 2015

RE: Case No. 2015-00272
APPLICATION OF ATMOS ENERGY CORPORATION TO ESTABLISH
PRP RIDER RATES FOR THE TWELVE MONTH PERIOD BEGINNING
OCTOBER 1, 2015

Pursuant to the Commission Staff's September 14, 2015 Notice, a telephonic informal conference was held in this matter on September 14, 2015. A list of attendees is attached to this memorandum.

Staff requested clarifying information from Atmos Energy Corporation ("Atmos") regarding any change in route for the "Shelbyville line", which was referenced in the response to Item 3 of Staff's Initial Request for Information ("Staff's First Request"). Atmos discussed the fact that the magnitude of the route changes was not significant, and agreed to provide for the record of this proceeding maps and a narrative discussion to clarify that the route of the Shelbyville line is essentially unchanged.

Staff also requested further information regarding the bid amounts provided in response to Item 2.a. of Staff's First Request, and how the chosen bid amount was incorporated in the Pipeline Contractor Installation cost provided in the cost comparison which was included in the message attached as an Appendix to Staff's First Request. Atmos agreed to provide a written response for the record confirming that it had chosen the \$6.87 million low bid from Company A; how that bid was incorporated into the \$13.1 million current projection of Pipeline Contractor Installation costs; how the \$6.87 million bid compared to the original estimate referenced on the last page of its application in the statement "Unfortunately, the lowest bid was considerably higher than the original estimate;" and a breakdown of all components of the \$8.1 million initial estimate of Pipeline Contractor Installation cost compared to the \$13.1 million current projection of those costs.

Finding that there were no further questions, the informal conference was adjourned.

Attachment

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF ATMOS ENERGY CORPORATION TO ESTABLISH PRP RIDER RATES FOR THE TWELVE MONTH PERIOD BEGINNING OCTOBER 1, 2015)	CASE NO.
)	2010-00272

September 14, 2015

Please sign in:

NAME	REPRESENTING
<u>Virginia Gregg</u>	<u>PSC</u>
<u>Jason Hurt</u>	<u>PSC</u>
<u>GARY GLOVER</u>	<u>PSC</u>
<u>Mark Martin</u>	<u>Atmos Energy</u>
<u>Randy Helchson</u>	<u>" "</u>
<u>Greg Smith</u>	<u>" "</u>
<u>Eric Napier</u>	<u>" "</u>
<u>Josh Denson</u>	<u>" "</u>
<u>Leah Faulkner</u>	<u> </u>

} telephonic

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

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

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