COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT FILING OF ATMOS ENERGY CORPORATION

CASE NO. 2017-00156

ORDER

On August 4, 2016, in Case No. 2015-00343,¹ 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 30, 2017, Atmos filed its GCA to be effective May 1, 2017.

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

1. 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 \$4.6001 per Mcf, which is an increase of \$.2914 per Mcf from the previous EGC of \$4.3087 per Mcf. Atmos's EGC for interruptible sales customers is \$3.3844 per Mcf, which is an increase of \$.2914 per Mcf from the previous EGC of \$3.0930 per Mcf.

3. Atmos's notice sets out no Refund Factor.

4. Atmos's notice sets out its current Correction Factor ("CF") of \$.2109 per Mcf, which is an increase of \$.3073 per Mcf from its previous CF of (\$.0964) per Mcf.

¹ Case No. 2015-00343, Application of Atmos Energy Corporation for an Adjustment of Rates and Tariff Modifications (Ky. PSC Aug. 4, 2016).

5. Atmos's notice sets out its Performance Based Rate Recovery Factor ("PBRF") of \$.1719 per Mcf, which is no change from its previous PBRF.

6. Atmos's GCAs are \$4.9829 per Mcf for firm sales customers and \$3.7672 per Mcf for interruptible sales customers. The impact on firm sales customers is an increase of \$.5987 per Mcf from the previous GCA of \$4.3842 per Mcf. The impact on interruptible sales customers is an increase of \$.5987 per Mcf from the previous GCA of \$4.3842 per Mcf. The impact of \$3.1685 per Mcf.

7. The rates 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, 2017.

IT IS THEREFORE ORDERED that:

1. The rates set forth in the Appendix to this Order are approved for final meter readings on and after May 1, 2017.

2. 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.

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By the Commission



ATTEST:

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APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2017-00156 DATED APR 2 0 2017

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: \$4.9829 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: \$3.7672 per Mcf of gas used during the billing period. *Atmos Energy Corporation 3275 Highland Pointe Drive Owensboro, KY 42303

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

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