

**JOHN N. HUGHES**  
*Attorney at Law*  
Professional service Corporation  
124 West Todd Street  
Frankfort, Kentucky 40601

Telephone: (502) 227-7270

[jnhughes@johnnhughespcc.com](mailto:jnhughes@johnnhughespcc.com)

June 19, 2018

Gwen Pinson  
Executive Director  
Public Service Commission  
211 Sower Blvd.  
Frankfort, KY 40601

Re: Atmos Energy Corporation:  
Case No. 2017-00349

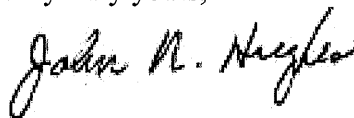
Dear Ms. Pinson:

Atmos Energy Corporation submits its responses to the Attorney General's rehearing data requests.

I certify that the electronic filing is a complete and accurate copy of the original documents to be filed in this matter, which will be filed within two days of this submission and that there are currently no parties in this proceeding that the Commission has excused from participation by electronic means.

If you have any questions about this matter, please contact me.

Very truly yours,



John N. Hughes

And

Mark R. Hutchinson  
Wilson, Hutchinson and Littlepage  
611 Frederica St.  
Owensboro, KY 42301  
270 926 5011  
[randy@whplawfirm.com](mailto:randy@whplawfirm.com)

Attorneys for Atmos Energy  
Corporation

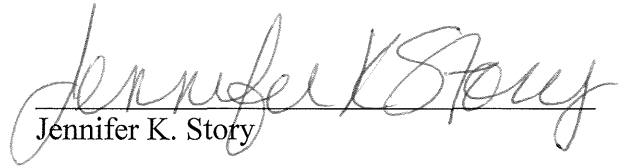
COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

IN THE MATTER OF )  
RATE APPLICATION OF ) Case No. 2017-00349  
ATMOS ENERGY CORPORATION )


AFFIDAVIT

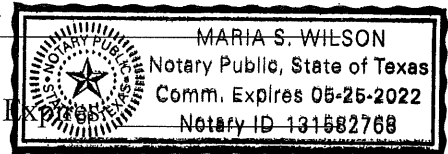
The Affiant, Jennifer K. Story, being duly sworn, deposes and states that the attached responses to the Office of the Attorney General's first request for information on rehearing are true and correct to the best of her knowledge and belief.

  
Jennifer K. Story

STATE OF TEXAS  
COUNTY OF DALLAS

SUBSCRIBED AND SWORN to before me by Jennifer K. Story on this the 19 day of June, 2018.

  
Notary Public  
My Commission Expires

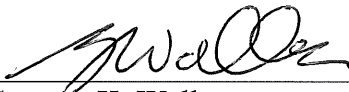


COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

IN THE MATTER OF )  
RATE APPLICATION OF ) Case No. 2017-00349  
ATMOS ENERGY CORPORATION )

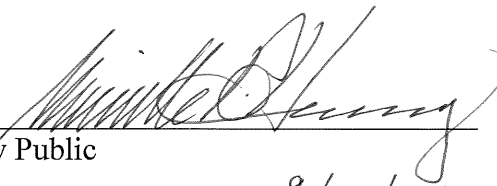
AFFIDAVIT

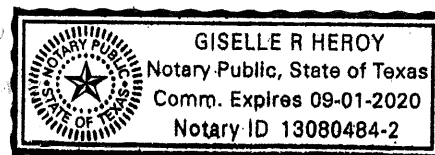
The Affiant, Gregory K. Waller, being duly sworn, deposes and states that the attached responses to the Office of the Attorney General's first request for information on rehearing are true and correct to the best of his knowledge and belief.

  
\_\_\_\_\_  
Gregory K. Waller

STATE OF Texas  
COUNTY OF Dallas

SUBSCRIBED AND SWORN to before me by Gregory K. Waller on this the 19<sup>th</sup> day of June, 2018.

  
\_\_\_\_\_  
Notary Public  
My Commission Expires: 9/01/20



**Case No. 2017-00349**  
**Atmos Energy Corporation, Kentucky Division**  
**AG Rehearing DR Set No. 1**  
**Question No. 1-01**  
**Page 1 of 1**

**REQUEST:**

Reference Atmos' response to AG Post-Hearing Data Request 1-4, Attachment 1. Identify where in this document (by tab, and line number(s)) the Company's proposed revenue requirement for the amortization of excess Accumulated Deferred Income Taxes (ADIT) was grossed-up for taxes.

- a. If any formulae are embedded in Attachment 1 to Atmos' response to AG Post-Hearing Data Request 1-4, identify the formulae and their location in that document, and depict all calculations necessary to show the grossed-up taxes.

**RESPONSE:**

The gross-up is included as a part of each balance on the referenced attachment (AG Post-Hearing Data Request 1-4, Attachment 1). Please see the Company's response to Staff Rehearing DR No. 1-01, Attachment 1 for excess accumulated deferred income taxes excluding the gross-up (with the gross-up included separately on the attachment) used in the regulatory liability.

Respondent: Jennifer Story

**Case No. 2017-00349**  
**Atmos Energy Corporation, Kentucky Division**  
**AG Rehearing DR Set No. 1**  
**Question No.1-02**  
**Page 1 of 1**

**REQUEST:**

Confirm that in its petition for rehearing, Atmos seeks clarification of whether the Commission's allowable annual amortization of ADIT should be either \$1.471 million as cited on pp. 12-13 of the Commission's May 3, 2018 Final Order in this matter, or \$1.981 million, as set forth on p. 13 and in Appendix A of the same order.

**RESPONSE:**

Confirmed. Also, please see the Company's response to Staffs Rehearing DR No. 1-03.

Respondent: Jennifer Story

**Case No. 2017-00349**  
**Atmos Energy Corporation, Kentucky Division**  
**AG Rehearing DR Set No. 1**  
**Question No.1-03**  
**Page 1 of 1**

**REQUEST:**

If Atmos confirms the statement in question no. 2, above, explain in detail how the clarification of this proposed adjustment will either: (i) pursuant to the first paragraph of p. 1 of Atmos' Petition for Rehearing, have . . . no effect on the revenue requirement or on the rates approved. . . in the Commission's May 3, 2018 Final Order; or (ii) pursuant to paragraph 2 of p. 2 of Atmos' Petition for Rehearing, The use of \$1.981M in the revenue requirement calculation has no significant impact on the allowed rates.

- a. Clarify whether the relief Atmos seeks will have no effect on approved rates, or no significant impact.

**RESPONSE:**

The Company, in its Petition for Rehearing, seeks only to clarify the amount of the amortization of the regulatory liability established for excess ADIT. The Company accepts the Commission's Order and the revenue requirement and rates therein with that clarification. Any difference between the rates ordered by the Commission and those that would be calculated by the Company following the application of the Commission's findings and requested clarification would be due to rounding. Therefore, the Company is not requesting a review of the rates ordered by the Commission but rather a clarification that \$1,471,233 is the appropriate amortization of the regulatory liability established for excess ADIT only. Also, please see the Company's response to Staff Rehearing DR No. 1-02.

Respondent: Greg Waller

Case No. 2017-00349  
Atmos Energy Corporation, Kentucky Division  
AG Rehearing DR Set No. 1  
Question No.1-04  
Page 1 of 1

**REQUEST:**

Provide all support and calculations necessary to establish Atmos' contention that the Commission's May 3, 2018 Final Order double counted the tax impact of this adjustment.

**RESPONSE:**

Please see the Company's responses to Staff Rehearing DR Nos. 1-01, 1-02 and 1-04.

Respondent: Jennifer Story