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August 1, 2019

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

**Re: WKG Storage, Inc.
Case No. 2018-00064**

Dear Ms. Pinson:

In the Commission's order of December 12, 2018 in Case No. 2018-00064, the Commission ordered WKG Storage, Inc. ("WKG") to update its rates once it was able to finalize its calculations of excess ADIT:

No later than 30 days after WKG files its fiscal year 2018 federal income tax return, WKG shall file with the Commission revisions to the estimated impacts of the [Tax Cuts and Jobs Act] on excess [accumulated deferred income taxes] and a proposal to reflect the revisions in rates.

Atmos Energy Corporation ("Atmos Energy") filed its consolidated tax return on July 5, 2019. Although a final excess accumulated deferred income taxes ("ADIT") for Atmos Energy as a whole has not yet been calculated, WKG, as a separate legal entity, has been able to finalize its excess ADIT. The correct annual EDIT amortization has been determined to be \$36,284. The impact to WKG's rates is very minimal, with the monthly storage reservation charge increasing by \$0.0001 from \$0.0716 to \$0.0717. Injection and withdrawal rates were not affected.

Given the relatively minor increase to rates that the revisions to excess ADIT produced, WKG respectfully asks the Commission to permit it to maintain its currently effective tariff sheets. In the alternative, should the Commission require WKG to increase its monthly storage reservation charge, WKG believes it would be appropriate to file such a change to be effective January 1, 2020, as the currently effective 2019 rates are still truing up Tax Cuts and Jobs Act impacts from prior periods.

Included with this filing are three attachments:

1. Attachment 1 - A spreadsheet calculating the revised excess ADIT and its impact on the Cost of Service, based upon the last Cost of Service worksheet from WKG's last rate case.
2. Attachment 2 - Revised Tariff Sheets, to be effective January 1, 2020 to reflect the revised excess ADIT.
3. Attachment 3 - A revised Exhibit A to the contract with Atmos Energy Corporation, to be effective January 1, 2020, reflecting revised rates and charges.

Very truly yours,



T. Tommy Littlepage
Attorney for WKG Storage, Inc.

cc: WKG Storage, Inc.