

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

Telephone: (502) 227-7270

jnhughes@johnnhughespsc.com

July 9, 2021

Linda C. Bridwell
Executive Director
Public Service Commission
211 Sower Blvd.
Frankfort, KY 40601

Re: Atmos Energy Corporation
Case No. 2021-00214

Dear Ms. Bridwell:

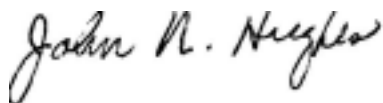
Atmos Energy Corporation discovered a typographical error in its filing of July 7, 2021, and submits this revised response to the letter of July 2, 2021, with that typographical error corrected. I certify that the electronic documents are true and correct copies of the original documents and that the paper copy will be filed pursuant to the Commission's COVID-19 orders.

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

Submitted By:

Mark R. Hutchinson
Wilson, Hutchinson and Littlepage
611 Frederica St.
Owensboro, KY 42301
270 926 5011
randy@whplawfirm.com

And



John N. Hughes
124 West Todd St.
Frankfort, KY 40601
502 227 7270
jnhughes@johnnhughespsc.com

Attorneys for Atmos Energy Corporation

Case No. 2021-00214
Atmos Energy Corporation, Kentucky Division
MFR FR 17(4)(a)-(j)
Page 1 of 2

REQUEST:

Section 17. Notice of General Rate Adjustment. Upon filing an application for a general rate adjustment, a utility shall provide notice as established in this section.

- (4) Notice Content. Each notice issued in accordance with this section shall contain:
- (a) The proposed effective date and the date the proposed rates are expected to be filed with the commission;
 - (b) The present rates and proposed rates for each customer classification to which the proposed rates will apply;
 - (c) The amount of the change requested in both dollar amounts and percentage change for each customer classification to which the proposed rates will apply;
 - (d) The amount of the average usage and the effect upon the average bill for each customer classification to which the proposed rates will apply, except for local exchange companies, which shall include the effect upon the average bill for each customer classification for the proposed rate change in basic local service;
 - (e) A statement that a person may examine this application at the offices of (utility name) located at (utility address);
 - (f) A statement that a person may examine this application at the commission's offices located at 211 Sower Boulevard, Frankfort, Kentucky, Monday through Friday, 8:00 a.m. to 4:30 p.m., or through the commission's Web site at <http://psc.ky.gov>;
 - (g) A statement that comments regarding the application may be submitted to the Public Service Commission through its Web site or by mail to Public Service Commission, Post Office Box 615, Frankfort, Kentucky 40602;
 - (h) A statement that the rates contained in this notice are the rates proposed by (utility name) but that the Public Service Commission may order rates to be charged that differ from the proposed rates contained in this notice;
 - (i) A statement that a person may submit a timely written request for intervention to the Public Service Commission, Post Office Box 615, Frankfort, Kentucky 40602, establishing the grounds for the request including the status and interest of the party; and
 - (j) A statement that if the commission does not receive a written request for intervention within thirty (30) days of initial publication or mailing of the notice, the commission may take final action on the application.

Case No. 2021-00214
Atmos Energy Corporation, Kentucky Division
MFR FR 17(4)(a)-(j)
Page 2 of 2

SUPPLEMENTAL RESPONSE:

Please see supplemental attachment FR_17(4)(a)-(j)_Att1 for the updated public notice.

ATTACHMENT:

ATTACHMENT 1 - FR_17(4)(a)-(j)_Att1_Suppl2 - 2021 Public Notice Final Updated 2.pdf,
5 Pages.

Respondent: Brannon Taylor

NOTICE OF PROPOSED CHANGES IN GAS TARIFFS WHICH WILL RESULT IN INCREASED CHARGES

Notice is hereby given that Atmos Energy Corporation ("Atmos Energy" or "Company"), a public utility furnishing natural gas service within the Commonwealth of Kentucky, on or about the 30th day of June, 2021 pursuant to Kentucky Revised Statute 278.180 and the Rules of the Public Service Commission of Kentucky respecting tariffs filed its notice with the Kentucky Public Service Commission ("KPSC"), proposing to change its gas rates effective July 30, 2021 in Case No. 2021-00214. Atmos Energy is also proposing to make the following changes to its existing tariffs:

- The revision of the Rate Book Index on Sheet Nos. 1 and 2 to reflect the changes described below. There is no revenue impact associated with this change.
- The removal of the word "experimental" from the Company's PBR mechanism from Sheet Nos. 2 and 18. There is no revenue impact associated with this change.
- The removal of parking service and references to parking service from the Company's Tariff on Sheet Nos. 47, 48, 54, 55, and 60. This tariff modification would affect customers under Company's Rate Schedules T-3 and T-4.
- The replacement of the Natural Gas Weekly pricing index with the use of the highest and lowest Gas Daily weekly average pricing index for imbalance pricing calculations on Sheets Nos. 48 and 55. This tariff modification would affect customers under Company's Rate Schedules T-3 and T-4.
- The following changes on Sheet No. 87 to the Priorities of Curtailment: (1) Combine all Commercial service under Rate G-1 into Priority Level 2; (2) Combine Industrial service under Rate G-1 and Rate T-4 Service to new Priority Level 3; (3) Combine service under Rate G-2 Service and Rate T-3 Service to new Priority Level 4; and (4) Make Flex Sales Transactions new Priority Level 5.
- Create the ability to issue Operational Flow Orders to transportation customers on Sheet Nos. 88A and 88B. This tariff modification would affect customers under Company's Rate Schedules T-3 and T-4 and would require actions by Customers to alleviate conditions that, in the sole judgment of Company, jeopardize the operational integrity of Company's system.
- Modification of the Company's Pipeline Replacement Program (PRP) tariff to permit inclusion of Aldyl-A pipe on Sheet No. 38. This tariff modification would amend the PRP applicable under the Company's Rate Schedules G-1, G-2, T-3, and T-4.
- Proposal of the Tax Act Adjustment Factor ("TAAF") on Sheet No. 42 to be utilized to implement the effects of future changes of the Federal and/or state income tax rates on the most recently approved base rates, which could be a collection from customers or a pass back to customers. The Tariff will be set at zero until the effective date of a new a Federal and/or state income tax rate and approval by the Commission of a TAAF rate. This tariff modification would be applicable under the Company's Rate Schedules G-1, G-2, T-3 and T-4. Any future adjustments to the TAAF rate would require Kentucky Public Service Commission approval.

The present and proposed rates charged in all territory served by Atmos Energy are as follows:

Rate Classifications	Present Rates ²		Proposed Rates		Rate Change \$/% Increase / (Decrease)	
	Charge	Unit	Charge	Unit	Change	Change
Rate G-1, General Sales Service						
<u>Residential Service</u>						
Monthly Base Charge:	\$20.68	Per meter	\$24.40	Per meter	\$3.72	18.0%
Commodity Charge:						
First 300 Mcf or less per month	\$5.9272	Per Mcf ¹	\$6.1717	Per Mcf	\$0.2445	4.1%
Next 14,700 Mcf per month	\$5.4995	Per Mcf	\$5.6719	Per Mcf	\$0.1724	3.1%
Over 15,000 Mcf per month	\$5.3068	Per Mcf	\$5.4445	Per Mcf	\$0.1377	2.6%
Minimum Charge: The Base Charge						
<u>Non-Residential Service</u>						
Monthly Base Charge:	\$56.25	Per meter	\$66.50	Per meter	\$10.25	18.2%
Commodity Charge:						
First 300 Mcf or less per month	\$5.9272	Per Mcf ¹	\$6.1717	Per Mcf ¹	\$0.2445	4.1%
Next 14,700 Mcf per month	\$5.4995	Per Mcf	\$5.6719	Per Mcf	\$0.1724	3.1%
Over 15,000 Mcf per month	\$5.3068	Per Mcf	\$5.4445	Per Mcf	\$0.1377	2.6%
Minimum Charge: The Base Charge						
Rate G-2, Interruptible Sales Service						
Monthly Base Charge:	\$455.56	Per delivery point	\$540.00	Per delivery point	\$84.44	18.5%
Commodity Charge:						
First 15,000 Mcf or less per month	\$4.0823	Per Mcf	\$4.2307	Per Mcf	\$0.1484	3.6%
Over 15,000 Mcf per month	\$3.8827	Per Mcf	\$4.0010	Per Mcf	\$0.1183	3.0%
Minimum Charge: The Base Charge plus any transportation Fee and EFM facilities charge						

**Rate T-3, Interruptible
Transportation Service**

Transportation only service

Monthly Base Charge:

Meter Charge	\$457.97	Per meter	\$540.00	Per meter	\$82.03	17.9%
Administrative Charge	\$50.00		\$50.00		\$0.00	0.0%

Commodity Charge:

First 15,000 Mcf or less per month	\$0.8760	Per Mcf	\$1.0337	Per Mcf	\$0.1577	18.0%
Over 15,000 Mcf per month	\$0.6719	Per Mcf	\$0.7928	Per Mcf	\$0.1209	18.0%

Rate T-4, Firm

Transportation Service

Transportation only service

Monthly Base Charge:

Meter Charge	\$458.20	Per meter	\$540.00	Per meter	\$81.80	17.9%
Administrative Charge	\$50.00		\$50.00		\$0.00	0.0%

Commodity Charge:

First 300 Mcf or less per month	\$1.4508	Per Mcf	\$1.6800	Per Mcf	\$0.2292	15.8%
Next 14,700 Mcf per month	\$1.0030	Per Mcf	\$1.1740	Per Mcf	\$0.1710	17.0%
Over 15,000 Mcf per month	\$0.8012	Per Mcf	\$0.9390	Per Mcf	\$0.1378	17.2%

¹Mcf = 1,000 cubic feet

² Present Rates include Pipeline Replacement Rider

All other charges not specifically mentioned herein shall remain the same as those presently in effect. The proposed rates will result in an overall approximate increase in the amount of \$16,389,804 or 9.4% with increases of approximately \$9,630,868 or 9.6% for G-1 residential consumers, \$3,988,218 or 7.6% for G-1 non-residential consumers, \$46,215 or 4.1% for G-2 interruptible sales consumers, \$1,345,101 or 16.9% for T-4 firm transportation consumers, and \$1,259,224 or 17.9% for T-3 interruptible transportation consumers. Charges from other gas revenue will increase approximately \$117,113 or 7.6%. The average monthly bill for G-1 residential consumers will increase approximately \$4.99 or 9.6%. The average monthly bill for G-1 non-residential consumers will increase approximately \$16.98 or 7.6%. The average monthly bill for G-2 interruptible sales consumers will increase approximately \$491.80 or 4.1%. The average monthly bill for T-4 firm transportation consumers will increase approximately \$981.98 or 16.9%.

The average monthly bill of T-3 interruptible transportation consumers will increase approximately \$1,652.22 or 17.9%.

Customer Class	Average Monthly Usage (Mcf)	Average Monthly Bill (Present Rates)	Average Monthly Bill (Proposed Rates)	Increase in Average Monthly Bill (\$)	Increase in Average Monthly Bill (%)
G-1 Residential	5.2	\$51.50	\$56.49	\$4.99	9.7%
G-1 Non-Residential	27.5	\$219.25	\$236.22	\$16.97	7.7%
G-2 Interruptible Sales	2,745.0	\$11,661.47	\$12,153.27	\$491.80	4.2%
T-4 Firm Transportation	5,162.1	\$5,820.13	\$6,802.11	\$981.98	16.9%
T-3 Interruptible Transportation	9,956.8	\$9,230.13	\$10,882.34	\$1,652.22	17.9%

The impact on each customer's average bill will vary according to individual consumption or transportation levels. However, this impact can be determined by each customer by applying the proposed rates listed above to their respective average consumption or transportation levels.

The rates contained in this notice are the rates proposed by Atmos Energy Corporation, however, the KPSC may order rates to be charged that differ from the proposed rates contained in this notice. Such action may result in rates for customers higher or lower than the rates included in this notice.

Atmos Energy's application for rate adjustment is available for examination at its offices listed below. Any person may obtain a copy of the application, testimony or other documents or examine the rate application and any related filings at the offices of Atmos Energy listed below or at its website www.atmosenergy.com or the Commission office or its website listed below. With the current state of emergency for COVID-19, a person that wishes to examine the application and any related documents may also call Atmos Energy at 1-888-286-6700 and arrangements will be made to make a copy available for examination.

A person may also examine the application at the Public Service Commission's offices at 211 Sower Boulevard, Frankfort, Kentucky, Monday through Friday, 8:00 a.m. to 4:30 p.m., or through the Public Service Commission's Web site at <http://psc.ky.gov>. Comments regarding the application may be submitted to the Public Service Commission through its Web site or by mail to Public Service Commission, Post Office Box 615, Frankfort, Kentucky 40602.

A person may submit a timely written request for intervention to the Public Service Commission, Post Office Box 615, Frankfort, Kentucky 40602, establishing the grounds for the request including the status and interest of the party. If the Public Service Commission does not receive a written request for intervention within thirty (30) days of initial publication of this Notice, it may take final action on Atmos Energy's application.

Atmos Energy Corporation
Attention: Mr. Brannon C. Taylor
810 Crescent Centre Dr., STE 600
Franklin, TN 37067
(615) 771-8330
brannon.taylor@atmosenergy.com
www.atmosenergy.com

Atmos Energy Corporation has the following local offices:

Atmos Energy
3275 Highland Pointe Drive
Owensboro, KY 42303

Atmos Energy
449 Whirlaway Drive
Danville, KY 40422

Atmos Energy
638 W. Broadway
Madisonville, KY 42431

Atmos Energy
2850 Russellville Road
Bowling Green, KY 42101

Atmos Energy
1833 E 9th Street
Hopkinsville, KY 42240

Atmos Energy
108 Carroll Knically Drive
Glasgow, KY 42141

Atmos Energy
3510 Coleman Road
Paducah, KY 42001

Atmos Energy
105 Hudson Blvd
Shelbyville, KY 40065

Atmos Energy
336 Commonwealth Drive
Campbellsville, KY 42718

Atmos Energy
307 Marion Road
Princeton, KY 42445

Atmos Energy
900 Commonwealth Drive
Mayfield, KY 42066

Public Service Commission of Kentucky
211 Sower Blvd.
P.O. Box 615
Frankfort, KY 40602
(502) 564-3940
www.psc.ky.gov