

April 25, 2006

Kentucky Public Service Commission
Attn: Joyce Spear
P.O. Box 615
Frankfort, Kentucky 40602

RE: Atmos Energy Kentucky Division - Monthly Operating Report

Enclosed are the following schedules for Atmos Energy Kentucky Division
for the month ended January 31, 2006:

Balance Sheet
Statement of Income

Additional financial data:

Dallas General Office Capital Allocation	(\$1,099,173)
Weighted Average Cost of Debt	5.66%
Percentage of Debt to Total Capitalization	61%

If you have any questions regarding these schedules, please call me at (972) 855-3214.

Regards,

Chris Forsythe
Director, Financial Reporting

Encl.

**ATMOS ENERGY KENTUCKY DIVISION
BALANCE SHEET**

Description (a)	January 31, 2006 (b)	September 30, 2005 (c)
ASSETS		
Property, plant and equipment		
Utility plant	\$294,782,479	\$289,988,943
Non-utility plant	11,369	10,627
Construction work in progress	4,619,643	3,990,377
	<u>299,413,491</u>	<u>293,989,947</u>
Less accumulated depreciation and amortization	<u>129,767,627</u>	<u>126,780,847</u>
Net property, plant and equipment	169,645,864	167,209,100
Current assets		
Cash and temporary cash investments	(486,444)	520,668
Accounts receivable, less allowance for doubtful accounts	102,217,092	29,787,878
Inventories	79,854	62,734
Gas stored underground	45,533,350	37,374,403
Other current assets	(1,045,287)	(229,496)
Total current assets	<u>146,298,565</u>	<u>67,516,187</u>
Deferred charges and other assets	<u>10,988,816</u>	<u>10,414,538</u>
Total assets	<u><u>\$326,933,245</u></u>	<u><u>\$245,139,825</u></u>
LIABILITIES AND KENTUCKY DIVISION CAPITAL ACCOUNT		
Kentucky Division capital account - net	\$170,106,063	\$160,900,337
Current liabilities		
Accounts payable	70,998,990	16,672,618
Accrued taxes	(247,848)	965,433
Customer Deposits	4,864,450	3,884,449
Other current liabilities	30,887,273	21,345,096
Total current liabilities	<u>106,502,865</u>	<u>42,867,596</u>
Deferred income taxes	39,920,089	31,408,561
Deferred credits	<u>10,404,228</u>	<u>9,963,331</u>
Total liabilities and Kentucky Division capital account	<u><u>\$326,933,245</u></u>	<u><u>\$245,139,825</u></u>

NOTE: Kentucky Division is an operating division of Atmos Energy Corporation (Atmos) and therefore does not maintain a separate capital structure. Cash is transferred to the general office daily and returned as needed. Debt and interest payable are carried on the corporate books of Atmos. A portion of accrued income taxes and deferred income taxes are reflected on Kentucky Division's books. Since Kentucky Division is operated as a division, it has no retained earnings. However, beginning in February 2000, corporate balance sheet amounts are being allocated to Kentucky Division and the other divisions of Atmos Energy Corporation. Intercompany payables and receivables, as well as an allocated portion of corporate shareholders' equity, long-term debt, and short-term debt, are included in the Kentucky Division Capital Account.

ATMOS ENERGY KENTUCKY DIVISION
STATEMENTS OF INCOME
FOR THE MONTH, FOUR MONTHS AND TWELVE MONTHS ENDED JANUARY 31, 2006

Line No.	Description (a)	Current Month		Year to Date		Twelve Months Ended	
		Actual (b)	Prior Year Actual (c)	Actual (d)	Prior Year Actual (e)	Actual (f)	Line No.
1	Operating revenues						
2	Gas	\$36,466,186	\$31,921,154	\$128,812,249	\$88,382,815	\$237,349,019	1
3	Transportation	1,397,333	946,645	3,728,098	3,486,279	9,731,893	2
4	Other	388,696	293,863	993,092	839,516	2,461,751	3
	Total operating revenues	<u>38,252,215</u>	<u>33,161,662</u>	<u>133,533,439</u>	<u>92,708,610</u>	<u>249,542,663</u>	4
5	Purchased gas	31,729,356	26,149,318	111,887,955	71,204,937	197,099,259	5
6	Gross Profit	6,522,859	7,012,344	21,645,484	21,503,673	52,443,404	6
	Operating expenses						
7	Operation & maintenance (2)	1,982,007	1,891,058	7,354,148	7,306,098	20,827,110	7
8	Depreciation	872,763	934,201	3,556,858	3,437,745	9,918,068	8
9	Taxes - other than income taxes	256,393	282,020	1,131,265	1,009,677	3,188,468	9
10	Income Taxes (1)	1,164,734	1,358,321	3,062,159	3,151,273	5,335,828	10
11	Total operating expenses	<u>4,275,897</u>	<u>4,465,600</u>	<u>15,104,430</u>	<u>14,904,793</u>	<u>39,269,474</u>	11
12	Operating income (loss)	2,246,962	2,546,744	6,541,054	6,598,880	13,173,930	12
	Other income						
13	Merchandise	26,345	23,105	121,397	56,155	296,748	13
14	Interest income (2)	57,231	30,254	209,254	76,618	514,561	14
15	Other nonoperating income (2)	68,815	45,764	144,497	119,489	447,804	15
16	Total other income (loss)	<u>152,391</u>	<u>99,123</u>	<u>475,148</u>	<u>252,262</u>	<u>1,259,113</u>	16
17	Income (loss) before interest charges	2,399,353	2,645,867	7,016,202	6,851,142	14,433,043	17
18	Interest charges (2)	583,704	500,653	2,243,016	1,875,337	6,110,286	18
19	Net income (loss) (1)	<u>\$1,815,649</u>	<u>\$2,145,214</u>	<u>\$4,773,186</u>	<u>\$4,975,805</u>	<u>\$8,322,757</u>	19

Notes:

- (1) Atmos Energy Kentucky Division is an operating division of Atmos Energy Corporation and federal income taxes are allocated from the general office and booked each month to Kentucky Division.
- (2) Includes certain amounts that are allocated from the general office and booked each month to Kentucky Division.

April 25, 2006

Kentucky Public Service Commission
Attn: Joyce Spear
P.O. Box 615
Frankfort, Kentucky 40602

RE: Atmos Energy Kentucky Division - Monthly Operating Report

Enclosed are the following schedules for Atmos Energy Kentucky Division
for the month ended February 28, 2006:

Balance Sheet
Statement of Income

Additional financial data:

Dallas General Office Capital Allocation	(\$1,057,438)
Weighted Average Cost of Debt	5.90%
Percentage of Debt to Total Capitalization	61%

If you have any questions regarding these schedules, please call me at (972) 855-3214.

Regards,

Chris Forsythe
Director, Financial Reporting

Encl.

**ATMOS ENERGY KENTUCKY DIVISION
BALANCE SHEET**

Description (a)	February 28, 2006 (b)	September 30, 2005 (c)
ASSETS		
Property, plant and equipment		
Utility plant	\$295,733,593	\$289,988,943
Non-utility plant	11,369	10,627
Construction work in progress	4,657,076	3,990,377
	<u>300,402,038</u>	<u>293,989,947</u>
Less accumulated depreciation and amortization	<u>130,511,950</u>	<u>126,780,847</u>
Net property, plant and equipment	169,890,088	167,209,100
Current assets		
Cash and temporary cash investments	(870,646)	520,668
Accounts receivable, less allowance for doubtful accounts	102,956,610	29,787,878
Inventories	92,377	62,734
Gas stored underground	37,874,086	37,374,403
Other current assets	(598,746)	(229,496)
Total current assets	<u>139,453,681</u>	<u>67,516,187</u>
Deferred charges and other assets	<u>10,740,997</u>	<u>10,414,538</u>
Total assets	<u><u>\$320,084,766</u></u>	<u><u>\$245,139,825</u></u>
LIABILITIES AND KENTUCKY DIVISION CAPITAL ACCOUNT		
Kentucky Division capital account - net	\$157,637,359	\$160,900,337
Current liabilities		
Accounts payable	72,355,254	16,672,618
Accrued taxes	1,029,422	965,433
Customer Deposits	4,968,988	3,884,449
Other current liabilities	33,895,266	21,345,096
Total current liabilities	<u>112,248,930</u>	<u>42,867,596</u>
Deferred income taxes	39,942,774	31,408,561
Deferred credits	<u>10,255,703</u>	<u>9,963,331</u>
Total liabilities and Kentucky Division capital account	<u><u>\$320,084,766</u></u>	<u><u>\$245,139,825</u></u>

NOTE: Kentucky Division is an operating division of Atmos Energy Corporation (Atmos) and therefore does not maintain a separate capital structure. Cash is transferred to the general office daily and returned as needed. Debt and interest payable are carried on the corporate books of Atmos. A portion of accrued income taxes and deferred income taxes are reflected on Kentucky Division's books. Since Kentucky Division is operated as a division, it has no retained earnings. However, beginning in February 2000, corporate balance sheet amounts are being allocated to Kentucky Division and the other divisions of Atmos Energy Corporation. Intercompany payables and receivables, as well as an allocated portion of corporate shareholders' equity, long-term debt, and short-term debt, are included in the Kentucky Division Capital Account.

ATMOS ENERGY KENTUCKY DIVISION
STATEMENTS OF INCOME
FOR THE MONTH, FIVE MONTHS AND TWELVE MONTHS ENDED FEBRUARY 28, 2006

Line No.	Description (a)	Current Month		Year to Date		Twelve Months Ended	
		Actual (b)	Prior Year Actual (c)	Actual (d)	Prior Year Actual (e)	Actual (f)	
1	Operating revenues						
	Gas	\$42,944,247	\$29,050,545	\$171,756,496	\$117,433,359	\$251,242,722	1
2	Transportation	1,009,653	957,909	4,737,751	4,444,189	9,783,636	2
3	Other	454,595	325,100	1,447,687	1,164,616	2,591,246	3
4	Total operating revenues	44,408,495	30,333,554	177,941,934	123,042,164	263,617,604	4
5	Purchased gas	37,746,759	23,419,728	149,634,714	94,624,664	211,426,291	5
6	Gross Profit	6,661,736	6,913,826	28,307,220	28,417,500	52,191,313	6
	Operating expenses						
7	Operation & maintenance (2)	1,913,046	1,865,530	9,267,193	9,171,627	20,874,626	7
8	Depreciation	855,556	994,791	4,412,414	4,432,536	9,778,833	8
9	Taxes - other than income taxes	367,284	292,918	1,498,550	1,302,596	3,262,834	9
10	Income Taxes (1)	1,213,775	1,313,880	4,275,934	4,465,153	5,235,723	10
11	Total operating expenses	4,349,661	4,467,119	19,454,091	19,371,912	39,152,016	11
12	Operating income (loss)	2,312,075	2,446,707	8,853,129	9,045,588	13,039,297	12
	Other income						
13	Merchandise	26,573	24,075	147,970	80,230	299,246	13
14	Interest income (2)	37,773	16,069	247,027	92,687	536,265	14
15	Other nonoperating income (2)	21,635	35,805	166,132	155,293	433,635	15
16	Total other income (loss)	85,981	75,949	561,129	328,210	1,269,146	16
17	Income (loss) before interest charges	2,398,056	2,522,656	9,414,258	9,373,798	14,308,443	17
18	Interest charges (2)	505,960	447,627	2,748,976	2,322,964	6,168,619	18
19	Net income (loss) (1)	\$1,892,096	\$2,075,029	\$6,665,282	\$7,050,834	\$8,139,824	19

Notes:

- (1) Atmos Energy Kentucky Division is an operating division of Atmos Energy Corporation and federal income taxes are allocated from the general office and booked each month to Kentucky Division.
- (2) Includes certain amounts that are allocated from the general office and booked each month to Kentucky Division.

May 23, 2006

Kentucky Public Service Commission
Attn: Joyce Spear
P.O. Box 615
Frankfort, Kentucky 40602

RE: Atmos Energy Kentucky Division - Monthly Operating Report

Enclosed are the following schedules for Atmos Energy Kentucky Division
for the month ended March 31, 2006:

Balance Sheet
Statement of Income

Additional financial data:

Dallas General Office Capital Allocation	(\$840,315)
Weighted Average Cost of Debt	5.89%
Percentage of Debt to Total Capitalization	59%

If you have any questions regarding these schedules, please call me at (972) 855-3214.

Regards,

Chris Forsythe
Director, Financial Reporting

Encl.

**ATMOS ENERGY KENTUCKY DIVISION
BALANCE SHEET**

Description (a)	March 31, 2006 (b)	September 30, 2005 (c)
ASSETS		
Property, plant and equipment		
Utility plant	\$296,962,448	\$289,988,943
Non-utility plant	11,369	10,627
Construction work in progress	4,498,249	3,990,377
	<u>301,472,066</u>	<u>293,989,947</u>
Less accumulated depreciation and amortization	<u>131,086,172</u>	<u>126,780,847</u>
Net property, plant and equipment	170,385,894	167,209,100
Current assets		
Cash and temporary cash investments	1,238,841	520,668
Accounts receivable, less allowance for doubtful accounts	78,195,258	29,787,878
Inventories	99,169	62,734
Gas stored underground	14,843,635	37,374,403
Other current assets	(363,026)	(229,496)
Total current assets	<u>94,013,877</u>	<u>67,516,187</u>
Deferred charges and other assets	<u>10,799,624</u>	<u>10,414,538</u>
Total assets	<u><u>\$275,199,395</u></u>	<u><u>\$245,139,825</u></u>
LIABILITIES AND KENTUCKY DIVISION CAPITAL ACCOUNT		
Kentucky Division capital account - net	\$130,882,039	\$160,900,337
Current liabilities		
Accounts payable	60,682,683	16,672,618
Accrued taxes	(1,228,999)	965,433
Customer Deposits	4,963,760	3,884,449
Other current liabilities	26,769,758	21,345,096
Total current liabilities	<u>91,187,202</u>	<u>42,867,596</u>
Deferred income taxes	42,955,227	31,408,561
Deferred credits	<u>10,174,927</u>	<u>9,963,331</u>
Total liabilities and Kentucky Division capital account	<u><u>\$275,199,395</u></u>	<u><u>\$245,139,825</u></u>

NOTE: Kentucky Division is an operating division of Atmos Energy Corporation (Atmos) and therefore does not maintain a separate capital structure. Cash is transferred to the general office daily and returned as needed. Debt and interest payable are carried on the corporate books of Atmos. A portion of accrued income taxes and deferred income taxes are reflected on Kentucky Division's books. Since Kentucky Division is operated as a division, it has no retained earnings. However, beginning in February 2000, corporate balance sheet amounts are being allocated to Kentucky Division and the other divisions of Atmos Energy Corporation. Intercompany payables and receivables, as well as an allocated portion of corporate shareholders' equity, long-term debt, and short-term debt, are included in the Kentucky Division Capital Account.

ATMOS ENERGY KENTUCKY DIVISION
STATEMENTS OF INCOME
FOR THE MONTH, SIX MONTHS AND TWELVE MONTHS ENDED MARCH 31, 2006

Line No.	Description (a)	Current Month		Year to Date		Twelve Months Ended	
		Actual (b)	Prior Year Actual (c)	Actual (d)	Prior Year Actual (e)	Actual (f)	Line No.
1	Operating revenues						
2	Gas	\$24,806,458	\$25,094,686	\$196,562,955	\$142,528,045	\$250,954,495	1
3	Transportation	758,989	820,678	5,496,740	5,264,867	9,721,947	2
4	Other	417,498	249,534	1,865,184	1,414,150	2,759,209	3
5	Total operating revenues	<u>25,982,945</u>	<u>26,164,898</u>	<u>203,924,879</u>	<u>149,207,062</u>	<u>263,435,651</u>	4
6	Purchased gas	20,900,034	21,340,957	170,534,748	115,965,621	210,985,368	5
7	Gross Profit	5,082,911	4,823,941	33,390,131	33,241,441	52,450,283	6
8	Operating expenses						
9	Operation & maintenance (2)	1,821,722	521,554	11,088,915	9,693,181	22,174,794	7
10	Depreciation	862,854	960,447	5,275,268	5,392,983	9,681,240	8
11	Taxes - other than income taxes	280,121	249,816	1,778,671	1,552,412	3,293,139	9
12	Income Taxes (1)	608,491	920,205	4,884,425	5,385,358	4,924,009	10
13	Total operating expenses	<u>3,573,188</u>	<u>2,652,022</u>	<u>23,027,279</u>	<u>22,023,934</u>	<u>40,073,182</u>	11
14	Operating income (loss)	1,509,723	2,171,919	10,362,852	11,217,507	12,377,101	12
15	Other income						
16	Merchandise	15,386	24,086	163,356	104,316	290,546	13
17	Interest income (2)	54,363	31,225	301,391	123,913	559,403	14
18	Other nonoperating income (2)	(16,897)	23,593	149,234	178,885	393,145	15
19	Total other income (loss)	<u>52,852</u>	<u>78,904</u>	<u>613,981</u>	<u>407,114</u>	<u>1,243,094</u>	16
20	Income (loss) before interest charges	1,562,575	2,250,823	10,976,833	11,624,621	13,620,195	17
21	Interest charges (2)	548,887	495,838	3,297,864	2,818,803	6,221,668	18
22	Net income (loss) (1)	<u>\$1,013,688</u>	<u>\$1,754,985</u>	<u>\$7,678,969</u>	<u>\$8,805,818</u>	<u>\$7,398,527</u>	19

Notes:

- (1) Atmos Energy Kentucky Division is an operating division of Atmos Energy Corporation and federal income taxes are allocated from the general office and booked each month to Kentucky Division.
- (2) Includes certain amounts that are allocated from the general office and booked each month to Kentucky Division.