COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC APPLICATION OF)
ATMOS ENERGY CORPORATION) CASE NO.
FOR PRP RIDER RATES) 2016-00262

ORDER

On August 1, 2016, Atmos Energy Corporation ("Atmos") filed with this Commission its annual application to establish Pipe Replacement Program ("PRP") Rider rates for the 12-month period beginning October 1, 2016. By Order issued August 17, 2016, the Commission suspended Atmos's proposed PRP tariff and rates through February 28, 2017. Atmos provided revisions to its application in its responses to three requests for information issued by Commission Staff. There are no intervenors in this proceeding. The case now stands submitted for decision.

Atmos's PRP revenue requirement for the 12-month period beginning October 1, 2016, is \$4,981,351. The proposed PRP rates reflect this revenue requirement, as well as a balancing adjustment of (\$22,318) which refunds to customers amounts over-collected during the 12-month period October 1, 2014, through September 30, 2015.¹

Having reviewed the evidence of record and being otherwise sufficiently advised, the Commission finds that the information contained in Atmos's application, along with

¹ Response to Commission Staff's second request for information, Item 4, Exhibit B.

the revised Exhibits in its responses, is in sufficient detail to support the reasonableness of Atmos's proposed PRP Rider rates.

IT IS HEREBY ORDERED that:

- The PRP rates in the Appendix to this Order are approved for service rendered by Atmos on and after the date of this Order.
- 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.

By the Commission

ENTERED

NOV 1 4 2016

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2016-00262 DATED NOV 1 4 2016

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.

Pipe Replacement Program Rider Rates

	Monthly Customer Charge		Distribution Charge per Mcf	
Rate G-1 (Residential)	\$ 1.56		\$0.00	
Rate G-1 (Non-Residential)	\$ 5.24		\$0.00	
Rate G-2	\$18.35	1-15,000 Mcf Over 15,000 Mcf	\$0.0590 \$0.0444	
Rate T-3	\$23.04	1-15,000 Mcf Over 15,000 Mcf	\$0.0531 \$0.0400	
Rate T-4	\$21.49	1-300 MCf 301-15,000 Mcf Over 15,000 Mcf	\$0.0893 \$0.0553 \$0.0431	

*Honorable John N Hughes Attorney at Law 124 West Todd Street Frankfort, KENTUCKY 40601

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