

ATMOS ENERGY CORPORATION

(NAME OF UTILITY)

PBR**Performance Based Rate Mechanism****Applicable**

To all gas sold.

Rate Mechanism

The amount computed under each of the rate schedules to which this Performance Based Rate Mechanism is applicable shall be increased or decreased by the Performance Based Rate Recovery Factor (PBRRF) at a rate per 1,000 cubic feet (Mcf) of monthly gas consumption. Demand costs and commodity costs shall be accumulated separately and included in the pipeline suppliers Demand Component and the Gas Supply Cost Component of the Gas Cost Adjustment (GCA), respectively. The PBRRF shall be determined for each 12-month period ended October 31 during the effective term of these performance based ratemaking mechanisms, which 12-month period shall be defined as the PBR period. The PBR mechanism will expire on May 31, 2025 unless extended by order of the Public Service Commission.

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The PBRRF shall be computed in accordance with the following formula:

$$\text{PBRRF} = (\text{CSPBR} + \text{BA}) / \text{ES}$$

Where:

ES = Expected Mcf sales, as reflected in the Company's GCA filing for the upcoming 12-month period beginning February 1.

CSBPR = Company Share of Performance Based Ratemaking Mechanism savings or expenses. The CSPBR shall be calculated as follows:

$$\text{CSPBR} = \text{TPBRR} \times \text{ACSP}$$

Where:

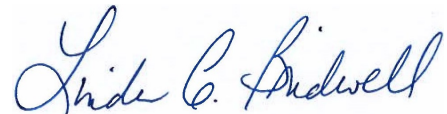
ACSP = Applicable Company Sharing Percentage

TPBRR = Total Performance Based Ratemaking Results. The TPBRR shall be savings or expenses created during the PBR period. TPBRR shall be calculated as follows:

$$\text{TPBRR} = (\text{GAIF} + \text{TIF} + \text{OSSIF})$$

CANCELLED

June 30, 2025

**KENTUCKY PUBLIC
SERVICE COMMISSION****KENTUCKY
PUBLIC SERVICE COMMISSION****Linda C. Bridwell**
Executive Director

EFFECTIVE

6/20/2022

PURSUANT TO 807 KAR 5:011 SECTION 9 (1)

DATE OF ISSUE June 20,2022
Month/Date/YearDATE EFFECTIVE June 20,2022
Month/Date/YearIssued by Authority of an Order of the Public Service Commission in
Case No. 2020-00289 dated June 20,2022ISSUED BY /s/ Brannon C. Taylor
Signature of Officer