## FOR ENTIRE SERVICE AREA

**CANCELLED** 

ATMOS ENERGY CORPORATION

(NAME OF UTILITY)

October 2, 2024

PSC KY, No. 2 Fourth Revised SHEET No. 38 Cancelling

Third Revised SHEET No. 38

Pipeline Replacement Program Rider PRP **KENTUCKY PUBLIC** 

SERVICE COMMISSION

## 1. **Applicable**

Applicable to all customers receiving service under the Company's Rate Schedules G-1, G-2, T-3 and T-4.

## 2. Calculation of Pipe Replacement Rider Revenue Requirement

The PRP Revenue Requirement includes the following:

- a) PRP-related Plant In-Service not included in base gas rates minus the associated PRP-related accumulated depreciation and accumulated deferred income taxes;
- b) Retirement and removal of plant related PRP construction;
- c) Overall rate of return will be established in the annual PRP rate application.
- d) Depreciation expense on the PRP related Plant In-Service less retirement and removals;
- e) Reduction for savings in Operating and Maintenance expenses; and,
- f) Adjustment for ad valorem taxes;
- g) PRP Rate base in any forecasted period will be calculated in a manner consistent with 807 KAR 5:001, Section 16(6)(c);

## 3. **Pipe Replacement Program Factors**

All customers receiving service under tariff Rate Schedules G-1, G-2, T-3 and T-4 shall be assessed an adjustment to their applicable rate schedule that will enable the Company to complete the pipe replacement program. The allocation to G-1 residential, G-1 non-residential, G-2, T-3 and T-4 will be in proportion to their relative base revenue share approved in the Company's most recently concluded base rate case.

The PRP Rider may be filed annually on or around August 1st of each year. The filing will reflect the anticipated impact on the Company's revenue requirements of net plant additions related to bare-steel pipe, (T) and Aldyl-A pipe replacement on a "case by case" basis, as offset by operations and maintenance expense (T) reductions during the upcoming fiscal year ending each September as well as a balancing adjustment to (T) reconcile collections with actual investment for the program year from two years prior. Such adjustment to (T) the Rider will become effective with meter readings on and after the first billing cycle of October.

DATE OF ISS	JE May 19,2022
	Month/Date/Year
DATE EFFEC	TIVE May 20,2022
	Month/Date/Year
Issued by Au	thority of an Order of the Public Service Commission in
	Case No. 2021-00214 dated May 19,2022
ISSUED BY	/s/ Brannon C. Taylor
_	Signature of Officer
TITLE	Vice President - Rates and Regulatory Affairs

KENTUCKY
PUBLIC SERVICE COMMISSION

Linda C. Bridwell **Executive Director** 

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