FOR ENTIRE SERVICE AREA
PSC KY. No. 2
Fifth Revised SHEET No. 38
Cancelling
Fourth Revised SHEET No. 38

ATMOS ENERGY CORPORATION
(NAME OF UTILITY)

Pipeline Replacement Program Rider
PRP

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. The Company may use (T) the rate of return, including return on equity, as established in its last general rate case unless otherwise (T) ordered by the Commission to propose a new return on equity with adequate testimony to support its (T) proposed return on equity. (T)
   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);

CANCELLED
August 11, 2025
KENTUCKY PUBLIC SERVICE COMMISSION

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, and Aldyl-A pipe replacement on a "case by case" basis, as offset by operations and maintenance expense reductions during the upcoming fiscal year ending each September as well as a balancing adjustment to reconcile collections with actual investment for the program year from two years prior. Such adjustment to the Rider will become effective with meter readings on and after the first billing cycle of October.

DATE OF ISSUE May 29,2025
Month/Date/Year

DATE EFFECTIVE October 2,2024
Month/Date/Year

Issued by Authority of an Order of the Public Service Commission in Case No. 2024-00226 dated May 29,2025

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
Linda C. Bridwell
EFFECTIVE
10/2/2024
PURSUANT TO 807 KAR 5:011 SECTION 9 (1)