#### BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF COLORADO

PROCEEDING NO. 14AL-0300G

IN THE MATTER OF ADVICE LETTER NO. 511 FILED BY ATMOS ENERGY CORPORATION TO PLACE INTO EFFECT TARIFF SHEET CHANGES TO BE EFFECTIVE ON MAY 5, 2014

#### STIPULATION AND SETTLEMENT AGREEMENT

This Stipulation and Settlement Agreement ("Stipulation") is entered into by and between Atmos Energy Corporation ("Atmos Energy" or the "Company"), Trial Staff of the Colorado Public Utilities Commission ("Staff"), Energy Outreach Colorado ("EOC"), and the Colorado Office of Consumer Counsel ("OCC"), each of which is a "Settling Party," and collectively, are the "Settling Parties." The Settling Parties submit this Stipulation in resolution of all issues which were raised in this Proceeding and respectfully request that the Colorado Public Utilities Commission ("Commission") approve this Stipulation for the purpose of resolving the issues in this Proceeding.

#### **Procedural Background**

1. On April 2, 2014, Atmos Energy filed Advice Letter No. 511 to implement an increase to its base rates to become effective on May 5, 2014. Atmos Energy proposed an increase to the Company's annual revenues by \$4,847,370, or approximately 4.43 percent, based on the 12 months ended December 31, 2013.

2. On May 2, 2014, the Commission found good cause to suspend the effective date by 120 days and to set the matter for hearing pursuant to § 40-6-111(1), C.R.S. By Decision No. C14-0452, the Commission suspended the proposed effective date of the tariff pages filed with Advice Letter No. 511 until September 2, 2014, and referred the matter to an Administrative Law Judge ("ALJ") for a Recommended Decision.

3. Decision No. R14-0494-I, issued on May 9, 2014, further suspended the effective date of the tariff pages filed with Advice Letter No. 511 for an additional 90 days, until December 1, 2014 and scheduled a prehearing conference.

4. Interventions in this Proceeding were filed by Staff, EOC, and the OCC. Decision No. R14-0618-I, issued on June 10, 2014, granted the interventions and established a procedural schedule.

5. On June 17, 2014, Atmos Energy re-filed its Direct Testimony as Hearing Exhibits 2 through 13.

6. On July 8, 2014, Answer Testimony was submitted by Staff as Hearing Exhibits 100 through 104, the EOC as Hearing Exhibits 200 through 201, and the OCC as Hearing Exhibits 300 through 302.

7. On July 28, 2014, Atmos Energy submitted its Rebuttal Testimony as Hearing Exhibits 14 through 20. The Rebuttal Testimony of the Company resulted in a lowering of the requested revenue requirement increase to \$4,431,533.

8. On July 30, 2014, the parties participated in a settlement conference. Through a series of negotiations, the Settling Parties arrived at this Stipulation which resolves all of the issues that were raised by the Settling Parties in this Proceeding.

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Hearing Exhibit 21, Stipulation and Settlement Agreement Proceeding No. 14AL-0300G Foundation Witness: Joe T. Christian August 14, 2014 Page 3 of 20

#### **Settlement Terms and Conditions**

9. The Settling Parties agree that Atmos Energy should be authorized a rate increase in annual base revenues of \$2,400,000 ("Settlement Rate Increase"). Attachment 1 provides the calculations supporting the Settlement Rate Increase.

10. To calculate the Settlement Rate Increase, the Settling Parties began with Atmos Energy's revenue requirement as presented in Atmos Energy's rebuttal testimony. That revenue requirement is based on a historic test period of the twelve months ending December 31, 2013 (the "Settlement Test Period"). The Settling Parties then agreed to a series of adjustments to that revenue requirement as set forth below.

11. The Settlement Rate Increase is calculated based on a rate base of \$111,296,658 using the 13-month average methodology for the 2013 Historical Test Period.

12. The Settlement Rate Increase utilizes a rate of return on equity of 9.72 percent, a capital structure consisting of the actual year-end percentages of 48 percent debt and 52 percent equity, and a weighted average cost of capital of 8.04 percent. The Settling Parties agree that Atmos Energy's authorized rate of return on equity for the purposes of any earnings evaluation in Atmos Energy's Appendix A calculations until the effective date of rates in the next rate case shall be any rate of return on equity determined to be within the range of 9.5 percent to 10 percent.

13. The Settlement Rate Increase includes the revenue impact of all of Atmos Energy's per book investments associated with Atmos Energy's statewide deployment of Advanced Metering Infrastructure ("AMI"). Subject to the condition below, the Settling Parties Appendix A Decision No. R14-1027 Proceeding No. 14AL-0300G Page Page 4 of 20 of 20 Hearing Exhibit 21, Stipulation and Settlement Agreement Proceeding No. 14AL-0300G Foundation Witness: Joe T. Christian August 14, 2014 Page 4 of 20

agree or do not contest that the per book investments in Atmos Energy's statewide deployment of AMI included in the Settlement Test Period as of December 31, 2013 were prudently incurred. However, for purposes of this proceeding, the Settling Parties have agreed to a negative adjustment to the revenue requirement in this case to reflect imputed cost savings associated with Atmos Energy's AMI program in the amount of \$624,000. This adjustment does not specifically accept or reject any particular adjustment or regulatory principle proposed by any of the parties to this proceeding. It is the intention of the Settling Parties that the imputed annual savings stated above shall accrue to customers by being reflected in rates at least through December 31, 2015. In any future rate case setting rates effective on or after January 1, 2016, the Staff, OCC, and EOC each agree that they: (a) will not propose any adjustment to Atmos Energy's per book investments included as of December 31, 2013 associated with Atmos Energy's statewide deployment of AMI in any future rate case; and (b) will not propose any negative adjustment to Atmos Energy's revenue requirement in any future rate case to reflect imputed cost savings associated with the costs incurred and as reflected in Atmos Energy's per book investments associated with Atmos Energy's AMI program as of December 31, 2013.

14. The Settlement Rate Increase reflects rate case expenses of \$350,000 for this proceeding and amortizes those expenses over two years. Atmos Energy agrees that it will not seek to reflect in its revenue requirement in any future rate case any unamortized balance of rate case expenses associated with this proceeding or Atmos Energy's last general rate case (Proceeding No. 13AL-0496G).

15. The Settlement Rate Increase reverses the pro forma depreciation adjustment that applied the depreciation rates to test year-end plant balances.

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Hearing Exhibit 21, Stipulation and Settlement Agreement Proceeding No. 14AL-0300G Foundation Witness: Joe T. Christian August 14, 2014 Page 5 of 20

16. The Settlement Rate Increase includes \$341,684 associated with the adoption of the Weather Normalization Adjustment that uses the weather normalization methodology from Atmos Energy's prior rate case (Proceeding No. 13AL-0496G) as described in Answer Testimony of OCC Witness Cory Skluzak.

17. The Settlement Rate Increase is agreed to be implemented in customer rates as set forth below. First, the Settlement Rate Increase shall be allocated to the customer classes by increasing the base non-gas revenues collected from each customer class (residential, small commercial and commercial, irrigation service, and transportation service) by a uniform 7.11%. Second, to collect that uniform 7.11% increase, each class' rates shall be designed as follows:

Rate Class	Facilities Charge	Distribution System Rate
Residential	\$11.00	\$0.17911
Small Commercial and Commercial	\$26.78	\$0.10570
Irrigation Service	\$42.84	\$0.09773
Transportation Service	\$80.33	\$0.08699

18. The Settlement Rate Increase shall go into effect as soon as practical but no later than November 1, 2014. Support for the calculation of the agreed-upon 7.11% uniform increase and the derivation of the specific distribution system rates is provided in Attachment 2. Finally, Attachment 3 provides the proposed tariff sheets that the Settling Parties agree will fully implement the Stipulation. Upon approval of this Stipulation, Atmos Energy will make a compliance Advice Letter filing on two-day notice to implement tariff sheets included in Attachment 3.

19. Atmos Energy agrees that any general rate case filed on or before December 31, 2015: (a) will be limited to revenue requirement issues (i.e., will not include any class cost of service issues, or rate design issues, or what is commonly referred to as "Phase II" issues); and (b) will include a proposal by Atmos Energy that any Commission-approved revenue increase be implemented through a General Rate Schedule Adjustment "GRSA" that applies a uniform percentage increase to all non-gas facilities charges and distribution system rates. The Staff, OCC, and EOC agree that in any Atmos Energy general rate case filed on or before December 31, 2015: (a) they will not oppose the use of a GRSA to recover any Commission-approved revenue increase; and (b) they will not otherwise raise any class cost of service issues. Nothing in the previous sentence shall preclude Staff, OCC or EOC from offering evidence in the course of and as one of the reasons for opposing a particular proposed revenue increase that shows the impact that the increase as implemented through the corresponding GRSA will or would have on particular customers and their monthly bills.

20. The Settling Parties agree that Atmos Energy shall use the regulatory principles reflected in this Stipulation for purposes of Atmos Energy's Annual Reports, Appendix A, and GCA calculations.

#### **General Terms and Conditions**

21. The Settling Parties agree that this Stipulation is in the public interest and will be supported by the Settling Parties' testimony and/or statements of counsel in this proceeding. The

Settling Parties agree to support this Stipulation as being in the public interest in proceedings before the Commission and to advocate in good faith that the Commission approve this Stipulation in its entirety.

22. The Settling Parties agree that this Stipulation represents a compromise in the positions of all Settling Parties and has been negotiated as a packaged settlement. As such, the Settling Parties acknowledge that their support and advocacy of the Stipulation is based upon the Stipulation as a whole and not based upon its individual components viewed in isolation. Additionally, evidence of conduct or statements made in the negotiation and discussion phases of this Stipulation will not be admissible as evidence in any proceeding before the Commission or any court.

23. The Settling Parties agree that all negotiations relating to this Stipulation are privileged and confidential, and in addition, that no party will be bound by any position asserted in the negotiations, except to the extent expressly stated in this Stipulation.

24. The Settling Parties agree that except as otherwise expressly noted in this Stipulation: (a) the execution of this Stipulation will not be deemed to constitute an acknowledgment of any Settling Party of the validity or invalidity of any particular method, theory or principle of ratemaking or regulation, and no Settling Party will be deemed to have agreed that any principle, method or theory of regulation employed in arriving at this Stipulation is appropriate for resolving any issue in any other proceeding; (b) the execution of the Stipulation will not constitute the basis of estoppel or waiver in future proceedings by any Settling Party; and (c) no Settling Party will be deemed to be bound by any position asserted by any other Settling Party, and no finding of fact or conclusion of law other than those expressly stated will be deemed to be implicit in this Stipulation. Any specific reservation of future

litigation rights contained in the Stipulation should not be deemed to waive the applicability of this general reservation of litigation rights in future proceedings as to all matters contained in the Stipulation.

25. The Settling Parties agree to the admission of all pre-filed Hearing Exhibits filed in Proceeding No. 14AL-0300G. The Settling Parties waive cross examination on such pre-filed Hearing Exhibits.

26. The Settling Parties acknowledge that their support and advocacy of the Stipulation may be compromised by material alterations thereto. In the event the Commission rejects or materially alters the Stipulation, the Settling Parties agree that within seven days of such Commission Decision any Settling Party may provide notice to the other Settling Parties of its objection to the Stipulation as modified. Upon such objection, the Settling Parties will no longer be bound by its terms and will not be deemed to have waived any of their respective procedural or due process rights under Colorado law. If a Settling Party objects to the Stipulation as modified, it may withdraw from the Stipulation and proceed with its case by filing a notice of withdrawal with the Commission and in accordance with procedures established by the Commission at such time.

27. If the Commission chooses to adopt and approve the Stipulation, this Stipulation resolves all disputed matters relative to this proceeding between the Settling Parties. Any disputed matters will be deemed resolved to the extent that the Stipulation is not compromised by material alterations.

28. Except as otherwise expressly provided in this Stipulation, the issuance of an Order approving this Stipulation will not be deemed to work as an estoppel upon the Settling

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Parties or the Commission, or otherwise establish, or create any limitation on or precedent of the Commission, in future proceedings.

29. This Stipulation will not become effective and will be given no force and effect until the issuance of a final written Commission decision that accepts and approves this Stipulation.

30. This Stipulation may be executed in one or more counterparts and each counterpart will have the same force and effect as an original document and as if all the Settling Parties had signed the same document. Any signature page of this Stipulation may be detached from any counterpart of this Stipulation without impairing the legal effect of any signatures thereon, and may be attached to another counterpart of the Stipulation identical in form hereto but having attached to it one or more signature page(s). The Settling Parties agree that "pdf" signature pages exchanged by e-mail will satisfy the requirements for execution.

BASED ON THE FOREGOING, the Settling Parties respectfully request that the Commission issue an Order approving this Stipulation and adopting the terms and conditions of this Stipulation.

DATED this 8th day of August, 2014.

## RESPECTFULLY SUBMITTED,

Appendix A Decision No. R14-1027 Proceeding No. 14AL-0300G Page Page 10 of 20 of 20 Hearing Exhibit 21, Stipulation and Settlement Agreement Proceeding No. 14AL-0300G Foundation Witness: Joe T. Christian August 14, 2014 Page 10 of 20

ATMOS ENERGY CORPORATION

By: Karen P. Wilkes,

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ATTORNEYS FOR ATMOS ENERGY CORPORATION Appendix A Decision No. R14-1027 Proceeding No. 14AL-0300G Page Page 11 of 20 of 20 Hearing Exhibit 21, Stipulation and Settlement Agreement Proceeding No. 14AL-0300G Foundation Witness: Joe T. Christian August 14, 2014 Page 11 of 20

# TRIAL STAFF OF THE COLORADO PUBLIC UTILITIES COMMISSION

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### ATTORNEYS FOR TRIAL STAFF

Appendix A Decision No. R14-1027 Proceeding No. 14AL-0300G Page Page 12 of 20 of 20 Hearing Exhibit 21, Stipulation and Settlement Agreement Proceeding No. 14AL-0300G Foundation Witness: Joe T. Christian August 14, 2014 Page 12 of 20

#### ENERGY OUTREACH COLORADO

Wird By: Skip Arnold, Executive Director Jeffrey G! Pearson, # 5874

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Appendix A Decision No. R14-1027 Proceeding No. 14AL-0300G Page Page 13 of 20 of 20 Hearing Exhibit 21, Stipulation and Settlement Agreement Proceeding No. 14AL-0300G Foundation Witness: Joe T. Christian August 14, 2014 Page 13 of 20

## COLORADO OFFICE OF CONSUMER COUNSEL

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ATTORNEYS FOR THE COLORADO OFFICE OF CONSUMER COUNSEL Appendix A Decision No. R14-1027 Proceeding No. 14AL-0300G Page Page 14 of 20 of 20

Hearing Exhibit 21, Attachment 1 Proceeding No. 14AL-0300G Foundation Witness: Joe T. Christian August 14, 2014 Page 14 of 20

e #	Settlement Items - Revenue Requirement Impacts			Parties Raising Issue
	(a)	(b)	(c)	(d)
1 Atmos' Or	riginal Filing Position	\$4	4,847,370	
2 Less Rate	Case Expense Error found in Discovery	(251,773)	Staff,	OCC, and Company
3 Less direc	t case AMI savings from prior case	(164,667)	Staff	and OCC
4 O&M Imp	pact on CWC	603		
5 Total Rebu	uttal Items		(415,837)	
6 Atmos En	ergy Rebuttal Position	\$4	4,431,533	
7 Less Weat	ther Adjustment based on annual factors consistent with prior cases	(341,684)	осс	
8 Plus 2 Yea	ar Amortization of Rate case Expense Limited to \$350,000	9,946	Staff	and OCC
9 Less AMI S	Settlement to be recognized through 12-31-2015	(458,799)	OCC	
10 Less Depre	eciation expense at test period per book vs. period end investment	(46,350)	OCC	
11 Less Staff	direct case 13-month Average Rate Base vs. period end rate base	(106,666)	Staff	and OCC
12 Capital Str	ructure based on 48% Debt	(436,519)	Staff	and OCC
13 ROE to ref	flect range of 9.5% - 10.0%	(651,461)	Staff	and OCC
14 Total Sett	lement items	(2	2,031,533)	
15 Unanimo	us Settlement of the Parties	\$2	2,400,000	

### SETTLEMENT PROOF OF REVENUE

tem		Su	Energy Corp. mmary of Rev lve Months En	enue at Prese	ent Rates	S						
System										Settlemen	t Base Rates	
	Line No.	Description	Adjusted Total Bills	Adjusted Total Volumes <sup>[1]</sup>	Current Facilities Charge/Month	Current Volumetri Charge/Co		justed Present ase Revenue	Proposed Facilities Charge/Month	Proposed Volumetric Charge/Ccf	Total Proposed Rate Revenue	Proposed Revenue Increase
		(a)	(b)	(c)	(d)	(e)		(f)	(g)	(h)	(i)	(j)
0 PUC	2	Residential Commercial Irrigation	1,187,545 143,495 87	73,973,369 48,403,290 127,163	\$ 25.00	\$ 0.1595 \$ 0.0986 \$ 0.0912	8 \$	24,570,034 8,363,806 15,096	\$ 11.00 \$ 26.78 \$ 42.84	\$ 0.10570	\$ 8,959,017	\$ 595,211
orad	4 5 6	Total Colorado Sales Revenue	1,331,127	122,503,821	-		\$	32,948,936			\$ 35,287,547	\$ 2,338,611
Colo	8 9 10 11	<u>Transportation Revenues</u> Max Rate - Commercial Max Rate - Industrial Special Contract Transportation and Other	1,538 36 2,578 4,152	7,396,010 964,980 41,367,290 49,728,280		\$ 0.0812 \$ 0.0812		716,054 81,076 1,538,638 2,335,768	\$ 80.33 \$ 80.33			5 \$ 5,759
	12 13 14	Other Revenues					\$	283,121			<u> </u>	2 205 <b>2</b> 42
	15	Total Colorado Revenue					\$	35,567,825			\$ 36,141,308	3 \$ 2,395,242
		Total Base Rate Colorado Revenue - with Stipulation Attachment 1 (Proof of Rates) Total Proposed Base Rate Revenue (Line	out Special Contract - Total Settlement I				\$ \$ \$	33,746,066 2,400,000 36,146,066	Rate Increase Rev	enue minus Stip	ulation Revenue I	ncrease
		Base Rate Class Increase % (% Line 18					Ŧ		Column j, Line 15			\$ (4,758)

<sup>21</sup> 

22 [1] - Note: Volumes stated correspond to OCC's position to adopt the Weather Normalization Adjustment on prior rate case methodology.

ATMOS ENERGY CORPORATION

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Colo. P.U.C. No. 7 Gas Twenty-Third Revised Sheet No. 9 Cancels Twenty-Second Revised Sheet No. 9

NATURAL GAS RATES Cost Adjustment & Rate Component Summary All volumetric rates at \$ per CCF							
Class/Sheet							
No.	Type of Charge	<u>NE</u>	<u>NW/C</u>	<u>SE</u>	<u>SW</u>		
Residential							
15	Facilities Charge	\$11.00	\$11.00	\$11.00	\$11.00	I, I, I, I	
	PIPP	\$0.28	\$0.28	\$0.28	\$0.28		
	Gas DSMCA	\$0.04	\$0.04	\$0.04	\$0.04		
	Gas Cost Adjustment (GCA):	ΦΟ 47114	¢0.501 <b>0</b> 4	ΦΟ <b>ΑΠ</b> (ΠΑ	ΦΟ <b>Γ1 417</b>		
	Commodity	\$0.47114	\$0.50124	\$0.47674	\$0.51417		
	Upstream Pipeline Deferred Gas Cost	0.19454	0.16436	0.11899	0.02571		
	Total GCA	<u>(0.03420)</u> \$0.63148	<u>(0.01330)</u>	<u>0.01070</u>	<u>(0.00610)</u> \$0.53378		
	Distribution System Rate	0.03148 0.17911	\$0.65230 0.17911	\$0.60643 0.17911	\$0.33378 0.17911	I, I, I, I	
	Volumetric DSMCA	<u>0.00064</u>	<u>0.00064</u>	<u>0.00064</u>	0.17911 0.00064	1, 1, 1, 1	
	Total volumetric rate for class	<u>\$0.81123</u>	<u>\$0.83205</u>	<u>0.00004</u> <u>\$0.78618</u>	<u>\$0.71353</u>	I, I, I, I	
Small Comm	ercial & Commercial						
15	Facilities Charge	\$26.78	\$26.78	\$26.78	\$26.78	I, I, I, I	
-	PIPP	\$0.28	\$0.28	\$0.28	\$0.28	-, -, -, -	
	Gas DSMCA	\$0.52	\$0.52	\$0.52	\$0.52		
	Gas Cost Adjustment (GCA):						
	Commodity	\$0.47114	\$0.50124	\$0.47674	\$0.51417		
	Upstream Pipeline	0.19454	0.16436	0.11899	0.02571		
	Deferred Gas Cost	(0.03420)	<u>(0.01330)</u>	0.01070	<u>(0.00610)</u>		
	Total GCA	\$0.63148	\$0.65230	\$0.60643	\$0.53378		
	Distribution System Rate	0.10570	0.10570	0.10570	0.10570	I, I, I, I	
	Volumetric DSMCA	0.00203	0.00203	0.00203	0.00203		
	Total volumetric rate for class	<u>\$0.73921</u>	<u>\$0.76003</u>	<u>\$0.71416</u>	<u>\$0.64151</u>	I, I, I, I	
Irrigation Se	rvice						
17	Facilities Charge	\$42.84	NA	\$42.84	NA	I, I	
	PIPP	\$0.28		\$0.28		,	
	Gas Cost Adjustment (GCA):						
	Commodity	\$0.47114	NA	\$0.47674	NA		
	Upstream Pipeline	0.19454		0.11899			
	Deferred Gas Cost	<u>(0.03420)</u>		<u>0.01070</u>			
	Total GCA	\$0.63148		\$0.60643			
	Distribution System Rate	<u>0.09773</u>		<u>0.09773</u>		I, I	
	Total volumetric rate for class	<u>\$0.72921</u>		<u>\$0.70416</u>		I, I	
					DO NOT W IN THIS SP		

Advice Letter No. Decision or Authority No. s/Karen Wilkes Title: Vice-President Regulatory and Public Affairs

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# ATMOS ENERGY CORPORATION

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#### Colo. P.U.C. No. 7 Gas Eleventh Revised Sheet No. 11 Cancels Tenth Revised Sheet No. 11

NATURAL GAS RATES Cost Adjustment & Rate Component Summary All volumetric rates at \$ per CCF							
Transportati			11110	<u>BL</u>	<u>511</u>		
23, 25	Facilities Charge Gas Cost Adjustment (GCA):	\$80.33	\$80.33	\$80.33	\$80.33	I, I, I, I	
	Commodity	NA	NA	NA	NA		
	Upstream Pipeline Deferred Gas Cost	NA	NA	NA	NA		
	Transportation Gas Cost Adj.	<u>\$0.00557</u>	<u>\$0.00557</u>	\$ <u>0.00557</u>	<u>\$0.00557</u>		
	Total GCA	\$0.00557	\$0.00557	\$0.00557	\$0.00557		
	Max Distribution System Rate**		0.08699	0.08699	0.08699	I, I, I, I	
	Total volumetric rate for class	\$0.09256	\$0.09256	\$0.09256	\$0.09256	I, I, I, I	
			Γ				
					O NOT WRITE N THIS SPACE		

Advice Letter No. Decision or Authority No. s/Karen P. Wilkes Title: Vice-President Regulatory and Public Affairs

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#### ATMOS ENERGY CORPORATION 1555 Blake St., Suite 400 Denver, Colorado 80202

Colo. P.U.C. No. 7 Gas Sixth Revised Sheet No. 15 **Cancels Fifth Revised Sheet No. 15** 

NATURAL GAS RATES		
(General Service Classification)		
GENERAL SERVICE		
(Rate Title or Number)		
<u>AVAILABILITY</u> Available in entire service area of the Company within the state of Colorado.		
<u>APPLICABILITY</u> Applicable to residential, small commercial and commercial service. This rate is not applicable to resale or standby service. The residential monthly facilities charge is applicable to all metered individual dwelling units. The commercial monthly facilities charge is applicable to all other firm services.	RATE	-
MONTHLY RATES <sup>[1]</sup> Facilities Charge: Residential Small Commercial and Commercial	\$11.00 \$26.78	I I
Distribution System Rate, per CCF (Billing Pressure Base 14.65 PSIA) Residential Small Commercial and Commercial	.17911 .10570	I I
GAS COST ADJUSTMENT This rate schedule is subject to Gas Cost Adjustments stated in the Cost Adjustment & Rate Component Summary Schedule.		
GAS DEMAND-SIDE MANAGEMENT COST ADJUSTMENT This rate schedule is subject to Gas Cost Adjustments stated in the Cost Adjustment & Rate Component Summary Schedule.		
OTHER RIDERS This rate schedule may from time to time be subject to rider(s) as permitted by the Public Utilities Commission.		
<b><u>RULES AND REGULATIONS</u></b> Service supplied under this schedule is subject to the terms and conditions set forth in the Company's Rules and Regulations on file with The Public Utilities Commission of the State of Colorado.		
[1] See Sheet No.'s 3 and 4 for applicable local pressure base and Sheet No. 14 for computation of bill information. DO NOT WRITHING SPACE		
Advice Letter No. s/Karen P. Wilkes Issue Date		

Decision or Authority No.

Title: Vice-President **Regulatory and Public Affairs**  **Effective Date:** 

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ATMOS ENERGY CORPORATION

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Colo. P.U.C. No. 7 Gas Fourth Revised Sheet No. 17 Cancels Third Revised Sheet No. 17

(General Service Classification) IRRIGATION SERVICE (Rate Title or Number) <u>AVAILABILITY</u>	
(Rate Title or Number)	
AVAILABILITY	
Available in entire service area of the Company within the state of Colorado. The Company reserves the right to render service only where it has adequate distribution capacity.	
APPLICABILITY Applicable to any individually metered customer using gas engine driven pumps for irrigating land. Gas service under this schedule is not available for resale or for standby service.	ſE
MONTHLY RATE Facilities Charge \$42	.84 I
Distribution System Rate, per CCF @ 14.65 PSIA .097	773 <b>I</b>
GAS COST ADJUSTMENT   This rate schedule is subject to Gas Cost Adjustments stated in the Gas Cost Adjustment & Rate Component Summary Schedule.   OTHER RIDERS   This rate schedule may from time to time be subject to rider(s) as permitted by the Public Utilities Commission.	
RULES AND REGULATIONS   Service supplied under this schedule is subject to the terms and conditions set forth in the Company's Rules and Regulations on file with the Public Utilities Commission and the following special conditions:   1. The interruption of gas deliveries in whole or in part under this schedule shall not be the basis for claims for damages sustained by customers.   2. Customers may be required to install an adequate pulsation chamber ahead of the gas engine.   3. For service to gas engine driven irrigation pumps the point of delivery and location of the meter shall be determined by the Company. Except in unusual situations, such point and meter locations shall be at the line nearest the Company's source of natural gas. All piping beyond point of delivery shall be installed, owned, and maintained by customer.   4. The Company reserves the right to limit or curtail the quantity of gas supplied hereunder depending upon the supply and facilities available to render services.	

Advice Letter No. Decision or Authority No. s/Karen P. Wilkes Title: Vice-President Regulatory and Public Affairs

Appendix A Decision No. R14-1027 Proceeding No. 14AL-0300G Page Page 20 of 20 of 20

ATMOS ENERGY CORPORATION 1555 Blake St., Suite 400

Denver, Colorado 80202

Hearing Exhibit 21, Attachment 3 Proceeding No. 14AL-0300G Foundation Witness: Joe T. Christian August 14, 2014 Page 20 of 20

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Colo. P.U.C. No. 7 Gas Seventh Revised Sheet No. 23 Cancels Sixth Revised Sheet No. 23

GAS TRANSPORTATION RATES	
(General Service Classification) FIRM TRANSPORTATION SERVICE (Rate Title or Number)	COMPANY RATE CODE
AVAILABILITY	
Transportation service is available to all Small Commercial, Commercial, and Irrigation Customers within the Company's service territory where unsubscribed firm gas supply capacity exists.	
APPLICABILITY	
Applicable to Company's End Users that have purchased supplies of natural gas by separate agreement (transport gas) and that have requested Company to utilize its system to transport such gas to End User's place of utilization. Service provided hereunder shall be in accordance with a Transportation Service Agreement of not less than one Year in duration between Company and End User. The Company's sole obligation hereunder is to redeliver Equivalent Volumes of End User's gas from the Receipt Point to the Delivery Point. Transportation service hereunder will be subject to the terms and conditions herein set forth and to the availability of adequate capacity on Company's system to perform such service without detriment to its other customers.	RATE
MONTHLY RATES	
Facility Charge	\$80.33
Transportation gas cost adjustment charge <sup>(1)</sup> Transportation charge, All gas transported per CCF:	Note 1
All DivisionsMinimum Rate, per CCF @ BPBAll DivisionsMaximum Rate, per CCF @ 14.65 PSIA	\$0.00500 \$0.08699
Note 1: Applicable to End Users in all service areas with no EFM device installed.	
	OT WRITE HIS SPACE

Advice Letter No. Decision or Authority No. s/Karen P. Wilkes Title: Vice-President Regulatory and Public Affairs