

BEFORE THE PUBLIC SERVICE COMMISSION

OF THE STATE OF MISSOURI

In the Matter of the PGA/ACA Tariff Filing)
of Atmos Energy Corporation for the) **Case No. GR-2006-0300**
Areas P & U, B, K & S, and Area G) Tariff Nos. YC-2007-0255
YG-2007-0256
YG-2007-0257

ORDER APPROVING INTERIM RATES

Issue Date: October 26, 2006

Effective Date: November 1, 2006

On October 17, 2006, Atmos Energy Corporation filed proposed tariff sheets setting interim rates, as provided in the Company's Purchased Gas Agreement Clause. These PGA filings reflect changes in the cost of natural gas for the upcoming winter season.

The proposed PGA rate of \$0.95130 in the Ninth Revised Sheet No. 149, for the Old SEMO District, Area S, reflects a decrease of \$0.16321 per Ccf over the PGA Rate currently in effect of \$1.11451. The ACA factor remained at <\$0.05970> per Ccf.

The proposed PGA rate of \$0.68600 in the Ninth Revised Sheet No. 81, for the Old Kirksville District, Area K, reflects a decrease of \$0.44937 per Ccf over the PGA Rate currently in effect of \$1.13537. The ACA factor decreased to <\$0.21690> from <\$0.05990>, a decrease of \$0.15700 per Ccf.

The proposed PGA rate of \$0.74340 in the Ninth Revised Sheet No. 37, for the Old Butler District, Area B, reflects a decrease of \$0.26766 per Ccf over the PGA Rate currently in effect of \$1.01106. The ACA factor, decreased to <\$0.13540> from

<\$0.5540>, representing a decrease of \$0.0800 per Ccf.

The proposed PGA rate of \$1.1529 in the Eighth Revised Sheet No. 49, for the Greely Gas District, Area G, reflects a decrease of \$0.1246 per Ccf over the PGA Rate currently in effect of \$1.2775.

The proposed PGA rate of \$0.8407 in the Tenth Revised Sheet No. 113, for the Consolidated Division, Areas P and U, reflects a decrease of \$0.0548 per Ccf over the PGA Rate currently in effect of \$0.8955. The ACA factor, a component of the PGA factor, increased to <\$0.0900> from <\$0.0997>, an increase of \$0.0097 per Ccf.

The proposed PGA rate of \$1.1779 in the Tenth Revised Sheet No. 188, for the Neelyville Division, Area U, reflects an increase of \$0.4500 per Ccf over the PGA Rate currently in effect of \$0.7279. The ACA factor for this district increased to \$0.1655 from <\$0.1604>, an increase of \$0.3529.

The Commission's Staff filed its Memorandum and Recommendation on October 25, 2006. In its Memorandum and Recommendation, Staff supports the rate changes and supports Commission approval and incorporation of the change in rates as expeditiously as possible, in that any rate change at this time is subject to true-up in the ACA process. Staff notes that, because Atmos' PGA clause allows for PGA change filings to take effect on ten days' notice, good cause has been shown pursuant to Section 393.140(11), RSMo 2000, to permit the tariff to become effective on less than 30 days' notice. Staff recommends that the rates be immediately approved on an interim basis, subject to refund basis only until the Procurement Analysis Department is able to complete its audit and make further recommendations to the Commission.

The Commission has reviewed the proposed tariff sheets and Staff's

Memorandum and Recommendation. The Commission finds that the proposed tariff sheets conform to the Company's Commission-approved PGA Clause. After considering Staff's recommendation, and for good cause shown pursuant to Section 393.140(11), RSMo 2000, the Commission concludes that the proposed tariff sheets shall be approved to become effective on November 1, 2006, on an interim basis, subject to refund.

IT IS THEREFORE ORDERED:

1. That the proposed tariff sheets filed on October 17, 2006, by Atmos Energy Corporation are approved on an interim basis, subject to refund only until the Procurement Analysis Department is able to complete its audit and make further recommendations to the Commission. The specific tariff sheets approved are:

P.S.C. MO. No. 1

Ninth Revised Sheet No. 149, Canceling Eighth Revised Sheet No. 149

P.S.C. MO. No. 1

Ninth Revised Sheet No. 81, Canceling Eighth Revised Sheet No. 81

P.S.C. MO. No. 1

Ninth Revised Sheet No. 37, Canceling Eighth Revised Sheet No. 37

P.S.C. MO. No. 1

Eighth Revised Sheet No. 49, Canceling Seventh Revised Sheet No. 49

P.S.C. MO. No. 1

Tenth Revised Sheet No. 113, Canceling Ninth Revised Sheet No. 113

P.S.C. MO. No. 1

Tenth Revised Sheet No. 188, Canceling Ninth Revised Sheet No. 188

2. That this order shall become effective on November 1, 2006.

BY THE COMMISSION

A handwritten signature in black ink, appearing to read 'Colleen M. Dale', written in a cursive style.

Colleen M. Dale
Secretary

(S E A L)

Colleen M. Dale, Chief Regulatory Law Judge,
by delegation of authority pursuant to
Section 386.240, RSMo 2000.

Dated at Jefferson City, Missouri
on this 26th day of October, 2006.