

December 17, 2009

**TABLE 1**

<b>Areas B, K, and S</b>	<b>8-31-08 Ending Balances per Filing for 2007-2008</b>	<b>Staff Adjustments</b>	<b>Staff Recommended Ending Balances for 2007-2008</b>
<b>SEMO District (Area S)</b>			
Demand ACA	(\$416,575)	\$331 (C)	(\$416,244)
Commodity ACA	(\$2,643,834)	(\$69,893) (A) (\$3,580) (B) \$2,078 (C) (\$16,459) (D)	(\$2,731,688)
<b>Kirksville District (Area K):</b>			
Demand ACA	(\$63,384)	\$0	(\$63,384)
Commodity ACA	(\$594,196)	(\$40,657) (A) (\$797) (B) (\$1,119) (D)	(\$636,769)
<b>Butler District (Area B):</b>			
Demand ACA	(\$38,190)	\$0	(\$38,190)
Commodity ACA	(\$214,329)	\$54,184 (A) (\$13,964) (E)	(\$174,109)

Notes to Staff Adjustments:

- A) ACA beginning balances August 31, 2007 adjusted to prior year ending balances (Exhibit A)
- B) Missouri school revenue recovery
- C) Revenue recovery
- D) Cash-out
- E) Affiliated transaction

2. **Keep the current case open pending resolution of the Truman State billing error.**
3. File a written response to the recommendations included herein within 30 days.

(72,678)

\$0

86,070

December 17, 2009

**SECTION 3. AREAS P AND U (CONSOLIDATED)**

**REVENUE RECOVERY**

During the month of June 2008, 3,660 Ccf (333,670-330,010) of firm sales volumes were omitted in the Company's calculation of demand and commodity based revenue. Staff proposes to increase demand revenue recovery by \$163 (\$14,848-\$14,685) and increase commodity revenue recovery by \$3,543 (\$342,782-\$339,239), for a total increase of \$3,706 in revenue recovery to firm sales customers of the Consolidated area. This adjustment is included in Table 2 of this section.

**RECOMMENDATION – AREAS P AND U (CONSOLIDATED)**

The Staff recommends that the Commission issue an order requiring Atmos to:

1. Adjust the ACA account balances in its next ACA filing to reflect the following Staff adjustments and to reflect the (over)/under-recovered ACA balances in the "Staff Recommended" column of the following table:

**TABLE 2**

<b>(CONSOLIDATED) Areas P and U</b>	<b>8-31-08 Ending Balances per Filing for 2007-2008</b>	<b>Staff Adjustments</b>	<b>Staff Recommended Ending Balances for 2007-2008</b>
<b>Consolidated District:</b>			
Demand ACA	(\$413,769)	(\$163) (D)	(\$413,932)
Commodity ACA	(\$774,056)	(\$102,617) (A) (\$2,270) (B) (\$26,188) (C) (\$3,543) (D) (\$349,015) (E)	(\$1,257,689)
<b>Neelyville District:</b>			
Demand ACA	(\$17,000)	(\$10) (A)	(\$17,010)
Commodity ACA	(\$29,017)	(\$2,189) (A)	(\$31,206)

Notes to Staff Adjustments:

- A) ACA beginning balances August 31, 2007 adjusted to prior year ending balances (Exhibit A).
- B) Missouri school revenue recovery
- C) Cash-out
- D) Revenue recovery
- E) Affiliated transaction

(100,715)

(2213)

December 17, 2009

2. File a written response to the recommendations included herein within 30 days.

#### **SECTION 4. AREA G (formerly GREELEY GAS)**

##### **REVENUE RECOVERY**

Exhibit II-B of the Company's filing included an erroneous PGA recovery rate of \$1.3929 (\$.1972 + \$1.1957) during the months of June 2008 to August 2008. The proper PGA recover rate should have been \$1.2271 (\$.1972 + \$1.0299). This PGA rate is reflected on the customers' bills. Staff recommends the Company's filing must be adjusted to reflect the proper PGA rate of \$1.2271 that was included in the Company's customer billings rendered during this ACA period. This results in a \$2,734 (\$20,235 - \$22,969) reduction in revenue recovery for this ACA.

##### **RECOMMENDATION – AREA G (formerly GREELEY GAS)**

The Staff recommends that the Commission issue an order requiring Atmos to:

1. Adjust the ACA account balances in its next ACA filing to reflect the following Staff adjustments and to reflect the (over)/under-recovered ACA balances in the "Staff Recommended" column of the following table:

**TABLE 3**

<b>(GREELEY) Area G</b>	<b>8-31-08 Ending Balance per 2007-2008 Filing</b>	<b>Staff Adjustments</b>	<b>Staff Recommended Ending Balances for 2007-2008</b>
Total ACA Balance	(\$64,445) (C)	(\$90,893) (A) \$2,734 (B)	(\$152,604)

Notes to Staff Adjustments:

A) ACA beginning balances August 31, 2007 adjusted to prior year ending balances (Exhibit A).

B) Revenue adjustment

C) Combined demand and commodity ACA balance \$61,412 + (\$125,857) – No interruptible customers on this system during this ACA.

2. File a written response to the recommendations included herein within 30 days.

(3,243)