TENNESSEE REGULATORY AUTHORITY

Sara Kyle, Chairman Eddie Roberson, Director Pat Miller, Director Ron Jones, Director



460 James Robertson Parkway Nashville, Tennessee 37243-0505

July 21, 2006

Mr. Timothy C. Phillips
Senior Counsel, Attorney General Consumer Advocate and Protection Division
P.O. Box 20207
Nashville, TN 37202

RE: Docket No. 05-00258 PETITION OF THE CONSUMER ADVOCATE TO PEN AN INVESTIGATION TO DETERMINE WHETHER ATMOS ENERGY CORP. SHOULD BE REQUIRED BY THE TENNESSEE REGULATORY AUTHORITY TO APPEAR AND SHOW CAUSE THAT ATMOS ENERGY CORP. ISNOT OVEREARNING IN VIOLATION OF TENNESSEE LAW AND THAT IT IS CHARGING RATES THAT ARE JUST AND REASONABLE

Dear Mr. Phillips:

Please provide the information as outlined on the attached Data Requests. All information should be provided by August 4, 2006. Should you have any questions regarding the requested information, please contact Darlene Standley (extension 149) for clarification.

Sincerely,

Larler Standley
Darlene Standley

Utilities Division Chief

Cc: Docket File

Data Request Items and Explanations Consumer Advocate and Protection Division (CAPD)

- 1. Provide a rate design generating the revenue deficiency or surplus put forth in Schedule 1 of your exhibits. Also provide the supporting price-out demonstrating the revenue effect of the design.
- 2. Please provide an explanation of the calculations made to determine the Total Margin calculated in DM1 as well as the growth figures and percentages.
- 3. Please provide the Excel Spreadsheet for Exhibit DM5.
- 4. Provide the calculations for each line item in CAPD Exhibit Schedule 4.
- 5. What expense category and what amount has bare steel replacement costs been accounted for in the attrition year.

Certificate of Service

I herby certify that a copy of the foregoing is being forwarded via email and U.S. mail, postage prepaid, to:

> Misty Smith Kelly Baker, Donelson, Bearman & Caldwell 1800 Republic Centre 633 Chestnut Street Chattanooga, TN 37450-1800 mkelly@bakerdonelson.com

Gary Hotvedt Tennessee Regulatory Authority Investigative Staff 460 James Robertson Pkwy. Nashville, TN 37243-0505 Gary.hotvedt@state.tn.us

Henry Walker The Atmos Intervention Group 1600 Division Street **Suite 700** Nashville, TN 37203 hwalker@boultcummings.com

J.W. Luna Farmer & Luna 333 Union Street Suite 300 Nashville, TN 37201 jwlunc@farmerluna.com

Melvin J. Malone Miller & Martin 2300, One Nashville Place 150 4th Avenue North Nashville, TN 37219-2433 mmalone@millermartin.com

on this the 21st day of July 2006.

Utilities Division Chief