

Henry Walker (615) 252-2363 Fax: (615) 252-6363 Emall: hwalker@boulkoummings.com

NA. DUCKET ROC

September 8, 2006

Sara Kyle, Chairman Tennessee Regulatory Authority 460 James Robertson Parkway Nashville, TN 37243

Re: In Re: Petition to Open an Investigation to Determine Whether Atmos Energy Corp Should

be Required by the TRA to Appear and Show Cause That Atmos Energy Corp. is Not Overearning in Violation of Tennessee Law and That it is Charging Rates That Are Just and

Reasonable

Docket Number: 05-00258

Dear Chairman Kyle:

Attached is a late-filed exhibit from the Atmos Intervention group for filing in the above-captioned proceeding.

Very truly yours,

BOULT, CUMMINGS, CONNERS & BERRY, PLC

sy:

Henry Walker

HW/djc Enclosure

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing is being forwarded via U.S. mail, to:

Vance L. Broemel
Office of the Attorney General
Consumer Advocate and Protection Division
P.O. Box 20207
Nashville, TN 37202
vance.broemel@state.tn.us

Joe A. Conner
Misty Smith Kelley
Baker, Donelson, Bearman & Caldwell
1800 Republic Centre
633 Chestnut Street
Chattanooga, TN 37450-1800
mkelley@bakerdonelson.com and jconner@bakerdonelson.com

Patricia J. Childers VP-Regulatory Affairs Atmos/United Cities Gas Corp. 810 Crescent Centre Drive, Ste. 600 Franklin, TN 37064-5393 pat.childers@atmosenergy.com

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

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

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

on this the 8th day of September 2006.

Henry Walker

Atmos Intervention Group – Late Filed Exhibit on wholesale gas prices

The attached chart will illustrate that gas pricing does not necessarily trend high in the winter and low in the summer. Based on New York Mercantile Exchange (NYMEX) monthly closing prices since January 2000, we would conclude that there is a high probability that winter gas pricing may be lower than the average summer price. As the attached exhibit shows, in 6 out of the last 7 years there were months during the winter season (Dec-Mar) where the actual NYMEX close was lower than the summer average.

Therefore, there is a good possibility that natural gas storage volumes made available for transportation customers my not be used, however, these volumes would definitely mitigate natural gas pricing risks, and allow transportation customers downside opportunities to use natural gas at lower winter pricing.

Atmos Intervention Group - Late Filed Exhibit

Nymex Closes since 2000

Jun-Aug

	2006	2005	2004	2003	2002	2001	2000
Jan	\$ 11.43	\$ 6.21	\$ 6.15	\$ 4.99	\$ 2.56	\$ 9.98	\$ 2.34
Feb	\$ 8.40	\$ 6.29	\$ 5.78	\$ 5.66	\$ 2.01	\$ 6.30	\$ 2.62
Mar	\$ 7.11	\$ 6.30	\$ 5.15	\$ 9.13	\$ 2.39	\$ 5.00	\$ 2.60
Apr	\$ 7.23	\$ 7.32	\$ 5.37	\$ 5.15	\$ 3.47	\$ 5.38	\$ 2.90
May	\$ 7.20	\$ 6.75	\$ 5.94	\$ 5.12	\$ 3.32	\$ 4.89	\$ 3.09
June	\$ 5.93	\$ 6.12	\$ 6.68	\$ 5.95	\$ 3.42	\$ 3.74	\$ 4.41
Jul	\$ 5.89	\$ 6.98	\$ 6.14	\$ 5.29	\$ 3.28	\$ 3.18	\$ 4.37
Aug	\$ 7.04	\$ 7.65	\$ 6.05	\$ 4.69	\$ 2.98	\$ 3.17	\$ 3.82
Sep		\$ 10.85	\$ 5.08	\$ 4.93	\$ 3.29	\$ 2.30	\$ 4.62
Oct		\$ 13.91	\$ 5.72	\$ 4.43	\$ 3.69	\$ 1.83	\$ 5.31
Nov		\$ 13.83	\$ 7.63	\$ 4.46	\$ 4.13	\$ 3.20	\$ 4.54
Dec		\$ 11.18	\$ 7.98	\$ 4.86	\$ 4.14	\$ 2.32	\$ 6.02
Summer Avg	\$ 6.28	\$ 6.92	\$ 6.29	\$ 5.31	\$ 3.22	\$ 3.36	\$ 4.20
Winter Low	\$ 7 11	\$ 6.21	\$ 5.15	\$ 4.86	\$ 2.01	\$ 2.32	\$ 2.34

