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December 16, 2014

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Sharla Dillon, Dockets Manager Tennessee Regulatory Authority Andrew Jackson State Office Building Fourth Floor 500 Deaderick Street Nashville, TN 37242 VIA E-MAIL AND HAND DELIVERY

sharla.Dillon@tn.gov

RE: Atmos Energy General Rate Case and Petition to Adopt Annual Review Mechanism and ARM Tariff, TRA Docket No. 14-00146

Dear Ms. Dillon:

IAMES F. NEAL (1929-2010)

AUBREY B. HARWELL, IR.

ION D. ROSS

IAMES F. SANDERS

THOMAS H. DUNDON

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ROBERT A. PEAL

WILLIAM T. RAMSEY

MARC T. MCNAMEE GEORGE H. CATE, III

I was not able to locate a copy of the Company's proposed new tariff, reflecting the new rates requested in the general rate case portion of this docket, among the documents posted on the Authority's docket website. The new tariff should have been at the end of Exhibit PJC-1. This exhibit also included Schedule 11 of the Company's revenue requirement model, which shows the new rates requested and their calculation. I see Schedule 11, but I do not see the actual proposed new tariff pages, which simply insert the new rates from Schedule 11 into the tariff.

Out of an abundance of caution, therefore, I am submitting for filing a copy of the proposed new tariff, which should be designated as Exhibit PJC-1, along with Schedule 11.

Thank you for your assistance. Please give me a call if you have any questions.

Sharla Dillon, Dockets Manager Page 2 December 16, 2014

Best regards.

Sincerely,

A. Scott Ross

ASR:prd

Enclosure

cc: Wayne Irvin (by email)

#### RESIDENTIAL GAS SERVICE

#### Schedule 210: All Service Areas

## **Availability**

Residential service is available within the Company's service area to single private residences, including the separate private units of apartment houses and other multiple dwellings, actually used for residential purposes, which are separately metered.

## Character of Service

Natural gas, with a heating value of approximately 1,000 Btu per cubic foot, supplied through a single delivery point and a single meter, at the delivery pressure of the distribution system in the area.

## **Customer Charge**

A monthly customer charge of \$16.85 \$18.25 for the months of October through April is payable regardless of the usage of gas.

A customer charge of \$13.85 \$15.25 for the months of May through September is payable regardless of the usage of gas.

#### Monthly

All consumption, per Ccf \$.1227 \$.1353

#### Minimum Bill

The minimum net monthly bill shall be the customer charge per month as described above.

#### **Payment**

Each monthly bill for service is due and payable on the date it is issued. A charge of five percent (5%) may be added to the amount of any bill remaining unpaid at the close of the first business day after fifteen (15) days following such date of issue.

#### Gas Lights

For all gas light services, the charge for such services shall be based on actual usage through a metered source at this tariff rate. For all unmetered gas light services prior to August 17, 1990 the customer will be billed for twenty (20) Ccf per standard residential gas light. For all unmetered gas light service after August 17, 1990 the Company may estimate and determine the appropriate consumption of the light and charge the applicable rate under this rate schedule.

Issued by: Patricia J. Childers, VP Rates and Regulatory Affairs Date Issued: November 25, 2014 June 1, 2015

Effective Date: Bills Rendered On or After

# RESIDENTIAL AND SMALL COMMERCIAL/INDUSTRIAL HEATING AND COOLING SERVICE

Schedule 211: All Service Areas

# **Availability**

This service is available within the Company service area to single private residences, including the separate private units of apartment houses and other multiple dwellings, actually used for residential purposes, which are separately metered and which utilize natural gas for heating and cooling the conditioned space. This schedule is also available within the Company's service area to commercial/industrial customers using less than 5,000 Ccf per year and which utilize natural gas for heating and cooling the conditioned space. Cooling equipment must have a COP greater than 0.7. Any additional gas measured through this single meter will be billed at this rate.

This service is intended to assist in the development of natural gas heating and cooling technologies. This rate is designed to significantly increase energy savings which will improve the economics of the technology. This service will cease when either of the following criteria has been met.

- 1) One hundred customers have qualified for this service
- 2) The service expires for new customers ten years after November 15, 1995.

Customers that have qualified for this service prior to the expiration date will continue to receive service under this rate schedule as long as natural gas is utilized for both heating and cooling.

#### Character of Service

Natural gas, with a heating value of approximately 1,000 Btu per cubic foot, supplied through a single delivery point and a single meter, at the delivery pressure of the distribution system in the area.

#### **Customer Charge**

A monthly customer charge of \$13.85 \$15.25 is payable regardless of the usage of gas.

#### Monthly

All consumption, per Ccf \$.0719 \$.0781

## Minimum Bill

The minimum net monthly bill shall be the customer charge per month as described above.

#### Payment

Each monthly bill for service is due and payable on the date it is issued. A charge of five percent (5%) may be added to the amount of any bill remaining unpaid at the close of the first business day after fifteen (15) days following such date of issue.

Issued by: Patricia J. Childers, VP Rates and Regulatory Affairs

Effective Date: Bills Rendered On or After

Date Issued: November 25, 2014

Lune 1, 2015

#### COMMERCIAL/INDUSTRIAL GAS SERVICE

#### Schedule 220: All Service Areas

#### Availability

This schedule is available within the Company's service area to commercial/industrial customers using less than 135,000 Ccf per year for any purpose at the option of the Company, to the extent gas is available. This schedule is not available to residences, apartment or federal housing projects.

## Character of Service

Natural gas, with a heating value of approximately 1,000 Btu per cubic foot, supplied through a single delivery point and a single meter, at the delivery pressure of the distribution system in the area, or such higher delivery pressure as agreed upon by customer and Company.

#### **Customer Charge**

A monthly customer charge of \$35.00 \$38.00 is payable regardless of the usage of gas.

#### Monthly Rate

All Consumption, per Ccf \$.2332 \$.2560

# Minimum Bill

The minimum net monthly bill shall be the customer charge per meter as described above.

#### Payment

Each monthly bill for service is due and payable on the date it is issued. A charge of five percent (5%) may be added to the amount of any bill remaining unpaid at the close of the first business day after fifteen (15) days following such date of issue.

#### Gas Lights

For all metered gas light services under this tariff, the charge for such service shall be based on actual usage through a metered source at this tariff rate. It shall be within the Company's discretion whether a gas light should be metered, however if the gas light is unmetered, the Company may estimate and determine the appropriate consumption of the light and charge the applicable rate under this rate schedule.

Issued by: Patricia J. Childers, VP Rates and Regulatory Affairs

Effective Date: Bills Rendered On or After

Date Issued: November 25, 2014

June 1, 2015

#### EXPERIMENTAL SCHOOL GAS SERVICE

## Schedule 221: All Service Areas

# **Availability**

This service is available to existing or new state, county, city, and private educational institutions or universities eligible for accreditation by the Southern Association of Secondary Schools and Colleges utilizing natural gas through a single meter for primary heating and cooling of the conditioned space. Any additional gas measured through this single meter will be billed at this rate. Gas cooling equipment must have a coefficient of performance (COP) greater than 0.7.

This service is intended to assist in the development of the natural gas cooling market. This rate is designed to significantly increase energy savings which improves the economics of natural gas cooling. This service is experimental and will cease when any one of the following criteria has been met.

- 1. Ten (10) schools have qualified for this service.
- 2. 250,000 Mcf per year of estimated gas consumption has qualified for this service.
- 3. The experimental service expires on October 1, 2002.

Schools that have qualified for this service prior to October 1, 2002 will continue to receive service under this rate schedule as long as natural gas is utilized for both heating and cooling.

# Character of Service

Natural gas, with a heating value of approximately 1,000 Btu per cubic foot, supplied through a single delivery point and a single meter, at the delivery pressure of the distribution system in the area, or such higher delivery pressure as agreed upon by customer and Company.

### Customer Charge

A monthly customer charge of \$35.00 \$38.00 is payable regardless of the usage of gas.

#### Monthly Rate

All Consumption, per Ccf \$.1134 \$.1240

## Minimum Bill

The minimum net monthly bill shall be the customer charge per meter as described above.

Issued by: Patricia J. Childers, VP Rates and Regulatory Affairs

Effective Date: Bills Rendered On or After

Date Issued: November 25, 2014

June 1, 2015

## PUBLIC HOUSING AUTHORITY GAS SERVICE

#### Schedule 225: All Service Areas

# **Availability**

This service is available within the Company's service area to any customer in a housing project using gas primarily for domestic purposes and under the ownership and control of a public housing authority or other governmental agency, which are master metered.

## Character of Service

Natural gas, with a heating value of approximately 1,000 Btu per cubic foot, supplied through a single delivery point and a single meter, at the delivery pressure of the distribution system in the area.

## **Customer Charge**

A monthly customer charge of \$16.85 \$18.25 for the months of October through April is payable regardless of the usage of gas.

A customer charge of \$13.85 \$15.25 for the months of May through September is payable regardless of the usage of gas.

#### Minimum Bill

The minimum net monthly bill shall be the customer charge as described above.

### Monthly Rate

All consumption, per Ccf \$.1227 \$.1353

#### **Payment**

Each monthly bill for service is due and payable on the date it is issued. A charge of five percent (5%) may be added to the amount of any bill remaining unpaid at the close of the first business day after fifteen (15) days following such date of issue.

Issued by: Patricia J. Childers, VP Rates and Regulatory Affairs

Effective Date: Bills Rendered On or After

Date Issued: November 25, 2014

June 1, 2015

#### LARGE COMMERCIAL/INDUSTRIAL GAS SERVICE

#### Schedule 230: All Service Areas

# **Availability**

This service is available within the Company's service area to any commercial/industrial customers using more than 135,000 Ccf per year for any purpose at the option of the Company, to the extent gas is available.

# Character of Service

Natural gas, with a heating value of approximately 1,000 Btu per cubic foot, supplied through a single delivery point and a single meter, at the delivery pressure of the distribution system in the area, or at such higher delivery pressure as agreed upon by Customer and Company. Service under this rate schedule may be terminated by either party following twelve (12) months notice to the other party.

## **Customer Charge**

A monthly customer charge of \$375.00 \$385.00 is payable regardless of the usage of gas.

## Monthly Rate

All Consumption, per Ccf \$.2036 \$.2239

# Minimum Bill

The minimum net monthly bill shall be the customer charge per meter as described above.

#### Payment

Each monthly bill for service is due and payable on the date it is issued. A charge of five percent (5%) may be added to the amount of any bill remaining unpaid at the close of the first business day after fifteen (15) days following such date of issue.

### Gas Lights

For all metered gas light services under this tariff, the charge for such service shall be based on actual usage through a metered source at this tariff rate. It shall be within the Company's discretion whether a gas light should be metered, however if the gas light is unmetered, the Company may estimate and determine the appropriate consumption of the light and charge the applicable rate under this rate schedule.

Issued by: Patricia J. Childers, VP Rates and Regulatory Affairs

Effective Date: Bills Rendered On or After

Date Issued: November 25, 2014

June 1, 2015

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#### DEMAND/COMMODITY GAS SERVICE

#### Schedule 240: All Service Areas

#### Availability

This service is available within the Company's service area to any commercial/industrial customers using at least 270,000 Ccf per year for any purpose at the option of the Company, to the extent gas is available.

#### Character of Service

Natural gas, with a heating value of approximately 1,000 Btu per cubic foot, supplied through a single delivery point and a single meter, at the delivery pressure of the distribution system in the area, or at such higher delivery pressure as agreed upon by Customer and Company. Service under this rate schedule may be terminated by either party following twelve (12) months notice to the other party.

#### **Customer Charge**

A monthly Customer Charge of \$425.00 \$435.00 is payable regardless of the usage of gas.

## Monthly Rate

## **Demand Charge**

Per Unit of Billing Demand \$1.6283 per Ccf

#### Commodity Charge

First	20,000	Ccf Per Month	<del>\$.1141</del> \$.1254
Next	480,000	Ccf Per Month	\$.0755 \$.0830
Over	500.000	Ccf Per Month	\$.0349 \$.0383

#### Minimum Bill

The minimum net monthly bill shall be the Customer Charge per meter plus the Monthly Demand Charge as described above.

## Payment

Each monthly bill for service is due and payable on the date it is issued. A charge of five percent (5%) may be added to the amount of any bill remaining unpaid at the close of the first business day after fifteen (15) days following such date of issue.

Issued by: Patricia J. Childers, VP Rates and Regulatory Affairs

Effective Date: Bills Rendered On or After
Date Issued: November 25, 2014

June 1, 2015

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#### INTERRUPTIBLE GAS SERVICE

#### Schedule 250: All Service Areas

# **Availability**

To any commercial or industrial customer using 270,000 Ccf or more per year, or 1,000 Ccf per day during off-peak periods. The Company recommends that the Customer has and maintains adequate standby facilities and an alternate fuel supply in order that gas deliveries hereunder may be interrupted at any time.

Customers that will utilize natural gas during off-peak periods only do not need to meet the volumetric annual requirement (i.e. 270,000 ccf or more per year) for eligibility under this schedule. Examples of customers utilizing natural gas during off-peak periods only would include, but is not limited to the following: asphalt plants, electric generating facilities, grain drying facilities, and farm irrigation systems. The Company recommends an adequate standby facility and alternate fuel supply for off-peak customers served under this schedule.

Deliveries to such customers shall be subject to curtailment at any time. Deliveries to such customers shall be subject to curtailment in whole or in part upon one-half (1/2) hour's notice.

## Character of Service

Natural gas, with a heating value of approximately 1,000 Btu per cubic foot, supplied through a single delivery point and a single meter, at the delivery pressure of the distribution system in the area, or such higher delivery pressure as agreed upon by customer and Company.

#### **Customer Charge**

A monthly customer charge of \$425.00 \$435.00 is payable regardless of the usage of gas.

## Monthly Rate

First	20,000	Ccf used per month	<del>\$.1141</del> <b>\$.1254</b>
Next	480,000	Ccf used per month	\$.0755 \$.0830
Over	500,000	Ccf used per month	\$.0349 \$.0383

### Minimum Bill

The minimum net monthly bill shall be \$425.00 \$435.00

#### Payment

Each monthly bill for service is due and payable on the date it is issued. A charge of five percent (5%) may be added to the amount of any bill remaining unpaid at the close of the first business day after fifteen (15) days following such date of issue.

Issued by: Patricia J. Childers, VP Rates and Regulatory Affairs

Effective Date: Bills Rendered On or After

Date Issued: November 25, 2014

June 1, 2015

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## TRANSPORTATION SERVICE (Continued)

#### Schedule 260: All Service Areas

- (vi) A percentage adjustment for lost and unaccounted for gas shall be made to the volumes of gas received by the Company from the Connecting Pipeline Company for the Customer's account, and the volumes of gas deliverable to the Customer under this rate schedule shall be reduced by such percentage. Such percentage shall be equal to the percent that unaccounted-for gas bore to total sendout as recorded by the Company during its most recent 12 months ended June.
- (vii) If the rendition of service to Customer under this rate schedule causes the Company to incur additional charges from the Connecting Pipeline Company, Customer shall reimburse Company for all such charges.
- (viii) All volumes transported under the terms of this rate schedule shall be included in the Purchased Gas Adjustment computations and included in the sales volumes of the Purchased Gas Adjustment computations.
- (ix) The Customers served under this Rate Schedule shall be required to pay for the cost of, installation of, replacement of, and maintenance of measurement data collection and verification equipment, including applicable income taxes. Customers shall also be required to pay the cost of installation, maintenance and any monthly usage charges associated with dedicated telephone, power or other utilities or energy sources required for the operation of the data collection and verification equipment, including applicable income taxes. Customers shall also be required to provide adequate space in new or existing facilities for the installation of the data collection equipment.
- (x) Once a customer elects and has qualified for service under this rate schedule, all services will be provided under the terms and conditions of this rate schedule for a term of no less than 12 months. At any time following the first six months of service under this rate schedule, service may be terminated by either party following at least six months written notice to the other party. After termination of this service, Customer may not re-elect for transportation service for a period of no less than 12 months after termination.

#### D. Rate

#### Customer Charge

A monthly customer charge of \$425.00 \$435.00 per meter is payable regardless of the usage of gas.

#### Monthly Demand Charge

The Customers eligible to receive service under companion Rate Schedule 240 shall be billed the applicable Monthly Demand Charge.

#### Monthly Rate

The Customer shall be billed for the quantity of gas delivered under this rate schedule at the monthly rate of the companion rate schedule, plus any applicable taxes or fees.

Issued by: Patricia J. Childers, VP Rates and Regulatory Affairs

Effective Date: Bills Rendered On or After

Date Issued: November 25, 2014

June 1, 2015

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# COGENERATION, COMPRESSED NATURAL GAS, PRIME MOVERS, FUEL CELL SERVICE

## Schedule 292: All Service Areas

## **Purpose**

The purpose of providing service under this schedule is to increase utilization of system supplies and system capacity.

## **Applicability**

This schedule is available to the extent gas supply and delivery capacity is available to commercial and industrial customers, existing or new, for use as a single prime fuel source to generate electrical and thermal energy in order to optimize efficiency. This schedule is also available for compressed natural gas for automobile and truck fleets and fuel cell service.

#### Eligibility

Eligible customers shall include those who are currently connected to the Company's gas main or who will become newly connected. In either case, service will be provided, at the Company's option, through a separate meter.

# Character of Service

Natural gas with a heating value of approximately 100,000 Btu per hundred cubic feet, supplied through a single delivery point meter, at the standard equipment utilization pressure, or at such higher delivery pressure as approved by Company.

#### Rate

## **Customer Charge**

A monthly charge of \$35.00 \$38.00 for each customer regardless of the usage of gas.

Customer charge for adjacent connected load will not be duplicated, otherwise the facilities charge will be at the customer's regular schedule charge.

# Monthly Charge

First	20,000	Ccf used per month	<del>\$.1141</del> \$.1254
Next	480,000	Ccf used per month	\$.0755 \$.0830
Over	500,000	Ccf used per month	\$.0349 \$.0383

Issued by: Patricia J. Childers, VP Rates and Regulatory Affairs

Effective Date: Bills Rendered On or After

Date Issued: November 25, 2014

June 1, 2015

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### LARGE TONNAGE AIR CONDITIONING GAS SERVICE

#### Schedule 293: All Service Areas

#### **Purpose**

The purpose of providing service under this schedule is to increase utilization of system supplies and system capacity.

# **Applicability**

This schedule is available to the extent gas supply and delivery capacity is available to commercial and industrial customers whose requirements may include high load factor systems that provide chilled water, space conditioning, processing, and/or humidity control. These conditions may be accomplished by the utilization of absorption, gas engine driven or desiccant systems.

## **Eligibility**

Eligible customers shall include those who are currently connected to the Company's gas main or who will become newly connected. In either case, service will be provided, at the Company's option, through a separate meter.

#### Character of Service

Natural gas with a heating value of approximately 100,000 Btu per hundred cubic feet, supplied through a single delivery point and a single meter, at the standard equipment utilization pressure or at such higher delivery pressure as approved by Company.

#### Rate

#### Customer Charge

A monthly charge of \$35.00 \$38.00 for each customer is payable regardless of the usage of gas.

Customer charge for adjacent connected load will not be duplicated; otherwise the facilities charge will be at the customers regular schedule charge.

#### Monthly Charge

First	20,000	Ccf used per month	<del>\$.1141</del> <b>\$.1254</b>
Next	480,000	Ccf used per month	\$.0755 \$.0830
Over	500,000	Ccf used per month	\$.034 <del>9</del> \$.0383

Issued by: Patricia J. Childers, VP Rates and Regulatory Affairs

Effective Date: Bills Rendered On or After
Date Issued: November 25, 2014

Effective Date: Bills Rendered On or After
June 1, 2015

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#### WEATHER NORMALIZATION ADJUSTMENT (WNA) RIDER (Continued)

HSF. heat sensitive factor for the ith schedule or classification utilized by the Regulatory Authority in the Relevant Rate Order for the purpose of determining normalized test year revenues

**NDD** normal billing cycle heating degree days utilized by the Regulatory Authority in the Relevant Rate Order for the purpose of determining normalized test year revenues

actual billing cycle heating degree days **ADD** 

base load sales for the i<sup>th</sup> schedule or classification utilized by the Regulatory  $Bl_{i}$ Authority in the Relevant Rate Order for the purpose of determining normalized test year revenues

# Filing with Regulatory Authority

The Company will file as directed by the Regulatory Authority (a) a copy of each computation of the Weather Normalization Adjustment, (b) a schedule showing the effective date of each such Weather Normalization Adjustment, and (c) a schedule showing the factors or values derived from the Relevant Rate Order used in calculating such Weather Normalization Adjustment.

#### Heat Use/Base Use Factors

	Residential/PA		Commercial / Small Industrial	
Town	Base use <u>Ccf</u>	Heat use <u>Ccf/HDD</u>	Base use <u>Ccf</u>	Heat use <u>Ccf/HDD</u>
Union City	<del>7.59</del> <b>7.11</b>	.135899 .150337	<del>56.84</del> <b>64.63</b>	.407379 .522940
Columbia Shelbyville Franklin Murfreesboro	<del>9.87</del> 9.96	.148714 .163893	104.91 106.90	.590445
Maryville Morristown	9.33 7.37	.119599 .130132	114.31 97.65	<del>.593839</del> .687730
Johnson City Elizabethton Kingsport Greeneville Bristol	<del>8.89</del> 6.84	.114758 .126685	113.15 97.09	<del>.547136</del> .625318

**Effective Date: Bills Rendered On and After** Issued by: Patricia J. Childers, VP Rates and Regulatory Affairs June 1, 2015

Date Issued: November 25, 2014