

Docket No. 21-00019
Atmos Energy Corporation, Tennessee Division
CPAD DR Set No. 1
Question No. 1-03
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REQUEST:

Refer to "Schedule f Essbase Support Final FY 20". Regarding accounts 4211 and 4212, provide the following:

- a. Fully describe the transactions and property giving rise to the entries in these two accounts in October, November, and December 2020, as well as April 2021. In addition to the description, provide the net book value of involved assets, the date(s) such assets were placed in service and the acquiring entity.
- b. Confirm that such gains and losses are not incorporated into the revenue requirement in this proceeding.
- c. Provide the rationale for not recognizing these transactions as part of the revenue requirement.

RESPONSE:

- a) The October 2019 disposition relates to the sale of 2.37 acres of land, Bear Creek Pike in Columbia, TN, to acquiring entity Farm Bureau. The April 2020 disposition relates to the sale of our Morristown, TN Service Center to an individual buyer. Please see Attachment 1 for the net book value and net gain calculation for these two properties.

The November 2019 and December 2019 amounts relate to the retirement of vehicle leases from GE Fleet. The gain and loss on disposition net to zero for these transactions.

- b) These gains and losses are not incorporated into the revenue requirement.
- c) The accounts charged are below-the-line and not included in the determination of the revenue requirement calculation.

ATTACHMENT:

ATTACHMENT 1 - CPAD_1-03_Att1 - NBV and Net Gain for Dispositions.xlsx, 2 Pages.

SUPPLEMENTAL RESPONSE:

The Bear Creek Land Sale was recorded in October 2019 to FERC Account 1210 Nonutility property, which is not part of rate base and therefore not included in the I. Plant Balances 2020 TN Case file referenced.

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The Morristown Service Center sale was recorded in Apr 2020 in FERC Account 1010, 300 plant level accounts 38900, 39000, and 39009 and can be found in the I. Plant Balances 2020 TN Case file on tab 93 cells GY 31, GY32, and GY34. The total of \$1,208,297 matches the support for "CPAD_1-03_Att1 - NBV and Net Gain for Dispositions.xlsx" – "Morriston TN Service Center" Tab.