

Ordinance Attachment 1

Atmos Energy 2018 Rate Adoption

Atmos MidTex 2018 Statement of Intent – June 1, 2018 – Approved Change in Revenue, Rates, Cost of Capital and Capital Structure

Atmos Proposed Increase in Annual Revenue (System Wide – MidTex Division)	ATM City Approved Increase in Annual Revenue (System Wide – MidTex Division)
\$45,993,529	\$12,807,858

Customer Class/Rate	CURRENT	ATMOS: PROPOSED RATE		ATM CITY APPROVED RATE
Rate R - Residential				
Customer Charge per month	\$18.35	\$20.21		\$17.89
Consumption Charge (per CCF)	\$ 0.13734	\$0.15701		\$0.16052
Rate C - Commercial				
Customer Charge per month	\$41.95	\$41.85		\$37.85
Consumption Charge (per CCF)	\$0.08746	\$0.07729		\$0.10081
Rate I & T – Indus. & Transp.				
Customer Charge per month	\$752.00	\$752.00		\$619.85
Consumption Chrg - First 1,500 MMBTU	\$0.3172	\$0.2390		\$0.3655
Consumption Chrg - Next 3,500 MMBTU	\$0.2322	\$0.1901		\$0.2908
Consumption Chrg - Over 5,000 MMBTU	\$0.0498	\$0.0498		\$0.0761

Cost of Capital and Capital Structure			
	Atmos Requested	ATM City Approved	
Return on Equity	10.50%	9.80%	
Cost of Long-Term Debt	5.45%	5.45%	
Cost of Short-Term Debt	1.68%	1.68%	

Capital Structure Ratios		
	Atmos Requested	ATM City Approved
Equity	60.18%	53.81%
Long-Term Debt	39.82%	7.21%
Short-Term Debt	0.0%	38.98%

Weighted Average Cost of Capital (aka, Rate of Return)		
	Atmos Requested	ATM City Approved
Weighted Cost	8.3876%	7.5189%
Pre-Tax Weighted Cost	10.0674%	8.9207%