



April 2, 2020

To the Honorable Mayor and City Manager

Re: Atmos Energy Corporation Mid-Tex 2019 IRA Filing

Dear Mayor and City Manager,

On February 28, 2020, Atmos Energy Corp., Mid-Tex Division ("Atmos Energy") made its annual Interim Rate Adjustment ("IRA") filing with the City as required by Tex. Util. Code § 104.301. The IRA is currently scheduled to take effect either on April 28, 2020, or if the City has acted to suspend the initial effective date, on June 12, 2020. Atmos Energy appreciates that many of our communities have been impacted by emergency declarations with many under shelter-in-place and is committed to helping our communities while our nation responds to the COVID-19 pandemic. To mitigate the impacts of this situation on its customers, Atmos Energy has decided to defer implementation of its IRA until September 1, 2020.

This extension provides customers with more than four months of delayed rate implementation beyond the initially proposed effective date of April 28, 2020. To give effect to this delayed implementation of the IRA, Atmos Energy will provide updated tariffs prior to implementation. The updated tariffs will set forth the applicable IRA that will be in effect for the period September 1, 2020 through May 31, 2021, and thereafter until the issuance of a final order in a rate case that is filed after the implementation of these tariffs. All amounts collected under these tariffs are subject to refund. No action on the part of the City is required for this delayed rate implementation and the resulting rates to take effect.

Sincerely,

Chris Felan