

**City Messaging**  
**2017 RRM Rate Filing**  
**Atmos Energy – Mid-Tex Division**  
**March 2017**

- Atmos Energy Mid-Tex Division initiated a Rate Review Mechanism (RRM) process, in collaboration with its cities, from 2008 through 2011. Following the 2012 rate case (i.e., GUD 10170), Atmos Energy and the city coalitions expressed mutual interest in creating a new RRM process.
- The RRM is a systematic process collaboratively developed by Atmos Energy (Mid-Tex Division) and the city coalitions, specifying how rates will be set over a specified period of time.
- Benefits of the RRM process:
  - Suspends Gas Reliability Infrastructure Program (GRIP) filings
  - Avoids costly rate case expenses that would be borne by customers
  - Provides transparent process for annual review of all Company expenses and investment
  - Provides for certain caps and discounts negotiated by your attorneys
  - Limits growth to residential customer charge
- Overall impact to customers:
  - Average Residential customer (using 46.3 Ccf a month) will have an increase of \$2.04/month or 3.87%
  - Average Commercial customer (using 371.0 Ccf a month) will have an increase of \$6.27/month or 2.37%
  - Average Industrial customer (4,364 MMBtu) will have an increase of \$173.13/month or 3.22%
  - Average Transportation customer (4,364 MMBtu) will have an increase of \$173.13/month or 4.30%

