



Kansas Gas Service.

A Division of ONE Gas

7421 West 129th Street
Overland Park, KS 66213
kansasgasservice.com

202111301609581288
Filed Date: 11/30/2021
State Corporation Commission
of Kansas

November 30, 2021

Tim Rehagen
Kansas Corporation Commission
1500 SW Arrowhead Road
Topeka, Kansas 66604-4027

Dear Mr. Rehagen:

The Commission's July 14, 2004, Order in Docket No. 04-KGSG-1099-TAR approved Kansas Gas Service's Ad Valorem Tax Surcharge Rider (ATSR). The order instructed KGS to file an annual true-up in December of each calendar year, and charged Commission Staff with the review of the filing to ensure the surcharge's reasonable application and proper calculation.

This letter transmits the required true-up, including previously unrecovered Ad Valorem taxes charged to KGS plus the recently received 2021 assessments. We have calculated the 2022 surcharge to be charged to KGS sales and transportation customers, as specified under the ATSR. This filing recognizes current assessments from the majority of taxing jurisdictions and the corresponding tax expense being recovered in rates, as approved by the Commission in Docket 18-KGSG-560-RTS. We expect to know a portion of the remaining assessments and the actual November 2021 recoveries by the time Staff completes their audit of our calculations, at which time any applicable corrections can be made.

I have attached a pdf spreadsheet showing the calculation of the new surcharge to be reflected on customers' bills beginning with January 2022 cycle 1 billings; also attached is an itemized listing of taxes assessed by each taxing entity. Please contact Reid Simpson (913-344-8801 or Reid.Simpson@onegas.com) if you have any questions or concerns. Per our conversation, we are providing the tax assessments received to date and will follow-up in early December with any outstanding assessments.

We have filed this via the KCC e-filing platform on November 30, 2021.

Sincerely,

Graham A. Jaynes
Rates Specialist, Rates & Regulatory

Attachments

cc: Justin Grady, Pat Renner

**BEFORE THE STATE CORPORATION COMMISSION
OF THE STATE OF KANSAS**

In the Matter of Kansas Gas Service, a)
Division of ONE Gas, Inc.'s Ad Valorem)
Filing in Compliance with the) Docket No. 22-KGSG- 239 -TAR
Commission's July 14, 2004 Order in)
Docket No. 04-KGSG-1099-TAR.)

**KANSAS GAS SERVICE
ANNUAL AD VALOREM FILING
(PUBLIC)**

Kansas Gas Service, a Division of One Gas, Inc., ("Kansas Gas Service" or "Company"), in compliance with the Commission's Order issued on July 14, 2004 in Docket No. 04-KGSG-1099-TAR ("04-1099 Order"), respectfully submits its Annual Ad Valorem Filing. In support thereof, Kansas Gas Service states the following to the State Corporation Commission of the State of Kansas ("Commission"):

I. DESCRIPTION OF KANSAS GAS SERVICE

1. Kansas Gas Service is a natural gas public utility operating in the state of Kansas pursuant to certificates of convenience and necessity issued by the Commission. Kansas Gas Service's principal place of business within the state of Kansas is located at: 7421 West 129th Street, Overland Park, Kansas 66213.

II. COMMUNICATION

2. The names, addresses, and phone numbers of the persons authorized to receive notices and communications with respect to this compliance filing on behalf of Kansas Gas Service are as follows:

Robert Elliott Vincent
Managing Attorney
Kansas Gas Service
A Division of ONE Gas, Inc.
7421 W. 129th Street
Overland Park, Kansas 66213
robert.vincent@onegas.com
Phone: 913-319-8615

Janet Buchanan
Director of Rates & Regulatory
Kansas Gas Service
A Division of ONE Gas, Inc.
7421 W. 129th Street
Overland Park, Kansas 66213
janet.buchanan@onegas.com
Phone: 913-319-8662

III. NATURE OF FILING

3. K.S.A. 66-117(f) allows Kansas public utilities to file tariffs which collect ad valorem tax expense, and imposes certain obligations on Kansas public utilities with ad valorem tax riders. The Commission approved Kansas Gas Service's Ad Valorem Tax Surcharge Rider ("ATSR") in the 04-1099 Order.

4. K.S.A. 66-117(f) requires Kansas Gas Service to "report annually to the [Commission] the changes in expense charged for ad valorem taxes." The 04-1099 Order requires Kansas Gas Service submit annual ATSR true-up filings by December of each calendar year.

IV. SUBMISSION

5. Pursuant to the 04-1099 Order, Kansas Gas Service hereby submits its annual ATSR true-up. Pursuant to K.S.A. 66-1220a and K.A.R. 82-1-221a, a limited number of pages in the Company's ATSR true-up are confidential and have been redacted in full. Pursuant to K.A.R. 82-1-221(a)(5), the redacted information constitutes confidential commercial information because this information contains historical internal forecasts and current forecasted volumes for November and December 2021. The disclosure of this information can harm, or has the potential to harm, the Company. Among other things, disclosure of these forecasts could reveal internal analysis methods or non-public material information regarding the Company's anticipated sales.

WHEREFORE, Kansas Gas Service, a Division of ONE Gas, Inc., prays the Commission accept and approve this filing and its associated attachments, find the filing compliant with the Commission's 04-1099 Order and K.S.A. 66-117(f), and so provide any other such relief as the Commission may deem just and reasonable.

Respectfully submitted,

/s/ Robert Elliott Vincent

Robert Elliott Vincent, KS Bar #26028

Managing Attorney

Kansas Gas Service

A Division of ONE Gas, Inc.

7421 West 129th Street

Overland Park, Kansas 66213-2634

(913) 319-8615, telephone

(913) 319-8622, facsimile

robert.vincent@onegas.com

Attorney for Kansas Gas Service, a Division
of ONE Gas, Inc.

KANSAS GAS SERVICE
AD VALOREM TAX SURCHARGE
For the Year Ending December 31, 2021
Calculation for the 2022 Billing Year

Adjustment to Prior Year Surcharge

Prior Year Surcharge Total	\$5,566,425.17	
Late Assessments	66,390.84	
True-up of Estimated Recoveries:		
Nov-20 Estimated	\$294,986.63	
Actual	(\$266,450.41)	
Dec-20 Estimated	\$453,569.95	
Actual	(398,999.43)	
Total Adjustments to Estimate	\$83,106.74	
Total Prior Year Surcharge Adjustments		\$5,715,922.75

Current Year Recoveries - 2021

January		\$901,493.48	
February		1,072,675.35	
March		881,222.71	
April		484,338.37	
May		339,642.33	
June		214,588.20	
July		168,869.38	
August		175,114.74	
September		190,892.44	
October		178,558.25	
November	Estimated	287,920.91	
December	Estimated	478,990.56	
Total Recoveries			\$5,374,306.72
Under/(Over) Recovery to Carry Forward			\$341,616.03

Current Year Assessments

Ad Valorem Tax Assessments	\$27,860,213.97	
Less: Amount included in Base Rates	*1 (21,144,627.00)	
Recoverable Current Year Taxes		\$6,715,586.97
Total Recoverable Amount		\$7,057,203.00

Annual Billing Determinants

Billing Determinants	*2	78,382,787	Mcf	
				78,382,787 Mcf
Ad Valorem Tax Surcharge Rate:	Surcharge of			\$0.0900 /Mcf

*1 Docket 18-KGSG-560-RTS: Unanimous Settlement Agreement, Section 15 (page 5)

*2 Docket 18-KGSG-560-RTS: Unanimous Settlement Agreement, Appendix B
 NOTE: The calculation of this rider is detailed in the KGS Tariff, section 48.1

**Kansas Gas Service
Ad Valorem Recoveries**

		2020		2021										
		Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov
10	R4VS	23.97	43.37	70.99	141.56	107.82	75.76	46.23	27.31	17.04	14.01	15.44	17.07	
10	RAVS	141,782.80	240,383.62	605,345.74	638,921.66	468,034.28	234,924.63	152,537.28	72,129.57	44,044.45	41,164.14	48,315.37	52,756.06	
10	RWVS	86.48	23.89	167.22	466.06	429.18	539.02	401.47	0.00	117.06	30.93	32.40	30.29	
10	XRVS	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
20	YRVS	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
20	4CVS	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
20	C4VS	35.89	32.87	54.88	106.78	418.15	51.10	32.07	12.73	3.80	3.78	4.93	8.03	
20	CAVS	32,747.81	58,744.93	154,340.04	168,787.51	125,852.60	59,518.27	37,856.65	19,904.21	15,637.24	16,107.84	18,053.76	17,859.10	
20	CEVS	36.30	72.45	181.89	187.95	138.86	68.82	35.73	22.60	28.28	15.54	19.93	20.91	
20	CIVS	59.89	33.14	20.12	15.46	14.31	16.32	165.15	201.92	438.14	764.66	575.31	144.22	
20	CWVS	14.50	2.65	37.91	107.29	96.83	128.89	86.02	0.00	18.04	2.29	2.48	2.41	
20	XCVS	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
30	I4VS	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
30	I4VS	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
30	XIVS	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
45	SAVS	69.29	112.28	236.91	246.04	230.44	110.39	57.60	24.15	15.34	13.99	14.20	18.99	
45	S4VS	36.9	54.70	102.71	203.42	255.03	89.67	61.35	22.93	13.28	22.08	20.52	12.43	
Transport	WAVS	1,888.15	3,142.63	6,081.13	11,380.10	13,989.84	5,635.77	3,815.53	1,604.33	890.54	1,080.06	1,185.88	663.03	
Transport	LAVS	63,551.04	63,479.50	82,231.47	149,170.73	152,922.61	117,533.46	99,173.86	86,177.56	81,737.77	81,455.62	81,154.71	75,292.92	
Transport	TLVS	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Transport	KLVS	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Transport	GAVS	26,100.64	32,842.53	52,562.64	102,821.79	118,563.57	65,598.70	45,344.00	34,457.11	25,906.07	34,438.39	41,495.81	31,729.89	
Transport	KGVs	16.75	30.87	59.83	119.00	169.19	47.57	29.39	3.78	2.33	1.41	1.70	2.90	
Transport	VAVS	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
manual Billing Correction														
Total		266,450.41	398,999.43	901,493.48	1,072,675.35	881,222.71	484,338.37	339,642.33	214,588.20	168,869.38	175,114.74	190,892.44	178,558.25	0.00

**KANSAS GAS SERVICE
AD VALOREM TAX SURCHARGE
2020 AND 2021 TAXES**

County	Total Tax Payments		Increase(Decrease)	
	2020 Taxes	2021 Taxes	\$	%
KANSAS				
Allen	\$257,920.16	\$ 256,627.50	(\$1,292.66)	-0.50%
Anderson	118,619.69	\$ 115,495.70	(\$3,123.99)	-2.63%
Atchinson	357,945.06	\$ 357,945.06	\$0.00	0.00%
Barber	125,233.74	\$ 125,233.74	\$0.00	0.00%
Barton	617,459.24	\$ 735,890.10	\$118,430.86	19.18%
Bourbon	297,372.94	\$ 297,372.94	\$0.00	0.00%
Brown	177,402.70	\$ 175,262.04	(\$2,140.66)	-1.21%
Butler	935,631.16	\$ 935,631.16	\$0.00	0.00%
Chautauqua	1,130.40	\$ 1,038.88	(\$91.52)	-8.10%
Cherokee	384,267.04	\$ 388,975.04	\$4,708.00	1.23%
Clark	96,695.45	\$ 96,695.45	\$0.00	0.00%
Clay	160,693.20	\$ 160,693.20	\$0.00	0.00%
Cloud	225,892.30	\$ 225,892.30	\$0.00	0.00%
Coffey	16,236.82	\$ 16,236.82	\$0.00	0.00%
Comanche	80,619.63	\$ 121,510.92	\$40,891.29	50.72%
Cowley	434,906.42	\$ 434,906.42	\$0.00	0.00%
Crawford	649,842.32	\$ 642,441.44	(\$7,400.88)	-1.14%
Dickinson	298,934.16	\$ 298,934.16	\$0.00	0.00%
Doniphan	107,783.48	\$ 105,455.84	(\$2,327.64)	-2.16%
Douglas	91,939.60	\$ 91,939.60	\$0.00	0.00%
Edwards	191,618.48	\$ 254,193.14	\$62,574.66	32.66%
Elk	45,459.94	\$ 45,459.94	\$0.00	0.00%
Ellis	27,573.10	\$ 51,782.76	\$24,209.66	87.80%
Ellsworth	103,929.80	\$ 102,769.54	(\$1,160.26)	-1.12%
Ford	63,819.04	\$ 63,819.04	\$0.00	0.00%
Franklin	348,605.78	\$ 338,251.00	(\$10,354.78)	-2.97%
Geary	400,493.02	\$ 530,297.40	\$129,804.38	32.41%
Grant	1,264.60	\$ 43,290.36	\$42,025.76	3323.25%
Gray	16,429.92	\$ 113,328.50	\$96,898.58	589.77%
Greenwood	25,816.00	\$ 24,892.24	(\$923.76)	-3.58%
Harper	71,357.54	\$ 71,357.54	\$0.00	0.00%
Harvey	359,334.10	\$ 359,334.10	\$0.00	0.00%
Haskell	44,780.27	\$ 108,020.11	\$63,239.84	141.22%
Jackson	115,656.54	\$ 113,596.44	(\$2,060.10)	-1.78%
Jefferson	177,410.44	\$ 172,013.62	(\$5,396.82)	-3.04%
Jewell	79,193.98	\$ 79,822.26	\$628.28	0.79%
Johnson	3,382,358.71	\$ 3,382,358.71	\$0.00	0.00%
Kingman	234,069.10	\$ 234,069.10	\$0.00	0.00%
Kiowa	101,411.18	\$ 101,411.18	\$0.00	0.00%
Labette	446,260.62	\$ 438,866.92	(\$7,393.70)	-1.66%
Leavenworth	540,229.69	\$ 538,009.48	(\$2,220.21)	-0.41%
Lincoln	74,929.74	\$ 74,929.74	\$0.00	0.00%
Linn	18,663.60	\$ 17,804.38	(\$859.22)	-4.60%
Lyon	385,868.18	\$ 371,269.40	(\$14,598.78)	-3.78%
Marion	45,430.75	\$ 45,430.75	\$0.00	0.00%
Marshall	225,964.93	\$ 225,964.93	\$0.00	0.00%
McPherson	462,286.40	\$ 462,286.40	\$0.00	0.00%
Meade	43,553.22	\$ 53,510.06	\$9,956.84	22.86%
Miami	178,008.58	\$ 178,008.58	\$0.00	0.00%
Mitchell	174,515.53	\$ 174,515.53	\$0.00	0.00%
Montgomery	147,438.98	\$ 147,438.98	\$0.00	0.00%
Morris	17,460.22	\$ 16,795.26	(\$664.96)	-3.81%
Morton	1,244.86	\$ 34,482.37	\$33,237.51	2669.98%
Nemaha	110,099.22	\$ 125,082.46	\$14,983.24	13.61%
Neosho	230,998.04	\$ 223,063.82	(\$7,934.22)	-3.43%

**KANSAS GAS SERVICE
AD VALOREM TAX SURCHARGE
2020 AND 2021 TAXES**

County	Total Tax Payments		Increase(Decrease)	
	2020 Taxes	2021 Taxes	\$	%
Osage	173,180.81	\$ 170,069.22	(\$3,111.59)	-1.80%
Osborne	87,407.54	\$ 87,407.54	\$0.00	0.00%
Ottawa	81,362.36	\$ 81,362.36	\$0.00	0.00%
Pawnee	163,573.22	\$ 229,902.64	\$66,329.42	40.55%
Pottawatomie	236,898.44	\$ 236,973.44	\$75.00	0.03%
Pratt	384,200.54	\$ 384,200.54	\$0.00	0.00%
Reno	1,073,416.04	\$ 1,300,114.86	\$226,698.82	21.12%
Republic	51,704.04	\$ 51,704.04	\$0.00	0.00%
Rice	102,151.10	\$ 102,151.10	\$0.00	0.00%
Riley	687,558.69	\$ 763,151.49	\$75,592.80	10.99%
Rooks	0.00	0.00	\$0.00	0.00%
Rush	86,422.96	\$ 177,024.66	\$90,601.70	104.84%
Russell	182,387.08	\$ 182,387.08	\$0.00	0.00%
Saline	743,604.00	\$ 743,604.00	\$0.00	0.00%
Sedgwick	4,174,997.74	\$ 4,174,997.74	\$0.00	0.00%
Seward	7,761.86	\$ 8,191.68	\$429.82	5.54%
Shawnee	2,523,018.78	\$ 2,736,464.08	\$213,445.30	8.46%
Smith	86,840.37	\$ 86,840.37	\$0.00	0.00%
Stafford	164,508.90	\$ 164,508.90	\$0.00	0.00%
Stanton	1,214.60	\$ 19,754.88	\$18,540.28	1526.45%
Stevens	0.00	0.00	\$0.00	0.00%
Sumner	322,172.70	\$ 322,172.70	\$0.00	0.00%
Wabaunsee	16,716.44	\$ 15,852.28	(\$864.16)	-5.17%
Washington	128,159.51	\$ 128,159.51	\$0.00	0.00%
Wilson	0.00	0.00	\$0.00	0.00%
Woodson	10,428.52	\$ 9,877.66	(\$550.86)	-5.28%
Wyandotte	1,486,263.74	\$ 1,486,263.74	\$0.00	0.00%
Total Kansas	\$27,306,009.59	\$28,564,840.86	\$1,258,831.27	
OKLAHOMA				
30176 Grant (Medford, OK)	41,770.00	41,770.00	\$0.00	0.00%
18387 Woods (Alva, OK)	447.00	447.00	\$0.00	0.00%
Total Oklahoma	\$42,217.00	\$42,217.00	\$0.00	
Total Taxes	\$27,348,226.59	\$28,607,057.86	\$1,258,831.27	
Less Taxes Charged to Other Balance Sheet Accounts:				
Acct 163: Inventory		\$ 191,596.34		Key
Acct 184: Fleet Clearing		555,247.55		no assets
Total Current Year Ad Valorem Expense		\$27,860,213.97		estimate
				corrected

Acct 163: Inventory Rate
Acct 184: Fleet Clearing Rate

0.00669752
0.01940946

Ratios were calculated by accounting:
and filed in the 10R KS Dept of Rev filing

Kansas Gas Service					Support	
2021 Taxes: Late Assessments/Refunds						
County	Original Assessment	Total Ad Valorem tax paid (per g/l)	Additional Assessment / (Refund)	Total Corrected AV Expense	Reference or JE #	GL Month
Cherokee	\$ 384,267.04	\$ 388,975.04	\$2,354.00	\$ 388,975.04	1) Cherokee Adjustment 2,354, PDF: Corrected Assessment (higher) 2021 05 Cherokee County	May-21
			\$2,354.00		2) Cherokee Adjustment 2,354, PDF: Corrected Assessment (higher) 2020 12 Cherokee County	Dec-20
Cherokee						
Johnson	\$ 3,382,358.71	\$ 3,382,358.71	(\$0.40)	\$ 3,382,358.31	1) Johnson Refund \$0.40, PDF: JO county refund .40	Sep-21
	\$ 540,229.69	\$ 543,753.03	\$3,523.34	\$ 543,753.03	1) Corrected Assessments \$3523.34, PDF: Corrected Assessment (higher) 2021 05 Leavenworth County	May-21
Leavenworth						
	\$ 462,286.40	\$ 467,539.00	\$5,252.60	\$ 467,539.00	1) Corrected Assessments \$5252.60, PDF: Corrected Assessment (higher) 2021 07 McPherson County	Jan-20
McPherson						
Osage	\$ 173,180.81	\$ 170,069.22	(\$3,111.59)	\$ 170,069.22	1) Original Osage estimated prior to receiving assessments.	Dec-19
Pottawatomie	\$ 236,898.44	\$ 236,973.44	\$75.00	\$ 236,973.44	2) Special Assessment \$75, PDF	Dec-19
	\$ 102,151.10	\$ 104,407.72	\$1,128.31	\$ 104,407.72	1) Rice Adjustment 1,128.31, PDF: Corrected Assessment (higher) 2021 07 Rice County	Jul-21
Rice			\$1,128.31		2) Rice Adjustment 1,128.31, PDF: Corrected Assessment (higher) 2021 07 Rice County	Jul-21
Rice						
	\$ 4,174,997.74	\$ 4,174,997.75	\$157.95	\$ 4,175,155.69	1) Segwick Refund 163.91 (157.95 net interest), PDF: Segwick Co KS check 163.91	Sep-21
Sedgwick						
	\$ 2,523,018.78	\$ 2,576,548.10	\$53,526.40	\$ 2,576,548.10	1) Shawnee Adjustment 53,526.40, PDF: Corrected Assessment (higher) 2021 05 Shawnee County	May-21
Shawnee			\$2.92		2) Shawnee Adjustment 2.92, PDF: Corrected Assessment (higher) 2020 12 Shawnee County	Dec-20
Shawnee						
Totals	<u>\$ 11,979,388.71</u>	<u>\$ 12,045,622.01</u>	<u>\$ 66,390.84</u>	<u>\$ 12,045,779.55</u>		

VERIFICATION

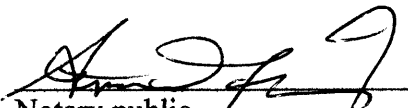
STATE OF KANSAS)
)
COUNTY OF JOHNSON)

I, Robert Elliott Vincent, of lawful age, being first duly sworn upon oath, states as follows: I am a Managing Attorney for Kansas Gas Service, a Division of ONE Gas, Inc. I have read the above *Kansas Gas Service's Annual Ad Valorem Filing (Public)* and all the statements therein are true to the best of my knowledge, information and belief.


Robert Elliott Vincent

Affiant

SUBSCRIBED AND SWORN to before me on 11/30/21.


Notary public

My Appointment Expires:

6/5/22



CERTIFICATE OF SERVICE

I, Robert Elliott Vincent, hereby certify that a copy of the above and foregoing *Kansas Gas Service's Annual Ad Valorem Filing* was forwarded this 30th day of November, 2021, addressed to:

TERRI PEMBERTON
CHIEF LITIGATION
COUNSEL
KANSAS CORPORATION
COMMISSION
1500 SW ARROWHEAD RD
TOPEKA, KS 66604
l.retz@kcc.ks.gov

TIM REHAGEN
KANSAS CORPORATION
COMMISSION
1500 SW ARROWHEAD RD
TOPEKA, KS 66604
t.rehagen@kcc.ks.gov

JANET BUCHANAN
DIRECTOR - REGULATORY
AFFAIRS
KANSAS GAS SERVICE, A
DIVISION OF ONE GAS,
INC.
7421 W 129TH ST
OVERLAND
PARK, KS 66213-2713
janet.buchanan@onegas.com

ROBERT VINCENT
MANAGING ATTORNEY
KANSAS GAS SERVICE, A
DIVISION OF ONE GAS,
INC.
7421 W 129TH ST
OVERLAND
PARK, KS 66213-2713
robert.vincent@onegas.com

/s/ Robert Elliott Vincent

Robert Elliott Vincent, KS Bar No. 26028
Managing Attorney
KANSAS GAS SERVICE
A Division of ONE Gas, Inc.
7421 West 129th Street
Overland Park, Kansas 66213-5957
(913) 319-8615 Phone
(913) 319-8622 Fax
robert.vincent@onegas.com