

February 2, 2006

Secretary of the Commission Missouri Public Service Commission P.O. Box 360 200 Madison Street Jefferson City, MO 65102-0360

RE: Case No. GR-2006-0291, Missouri Gas Energy

Attached for filing on behalf of Missouri Gas Energy is an electronic version of P.S.C. MO. No. 1, Tenth Revised Sheet No. 24.3, canceling Ninth Revised Sheet No. 24.3. This tariff sheet bears an issue date of February 2, 2006, and a proposed effective date of February 16, 2006.

By this filing, MGE proposes to make an adjustment to the Purchased Gas Adjustment (PGA) Rate as permitted under the provisions of Sheet No. 15 of MGE's tariff. MGE is proposing to adjust the Current Cost of Gas Factor (C.C.G.).

The proposed PGA rate of \$.85536 reflects a decrease of \$0.08289 per Ccf over the PGA Rate currently in effect of \$.93825. The change in the PGA Rate reflects a change in the C.C.G. of \$0.08289 per Ccf, from the current amount of \$.97455 to the proposed amount of \$.89166.

The proposed adjustment has the net effect of decreasing revenues in MGE's service area by approximately \$47,969,445 annually. This represents an overall 8.83% decrease in revenues.

Workpapers supporting the calculations performed in developing the proposed changes have been provided this date under separate cover letter to the Commission's Staff and The Office of the Public Counsel.

Secretary of the Commission February 2, 2006 Page 2

Please forward copies of any Commission order or notice associated with this filing to:

Robert J. Hack Chief Operating Officer Missouri Gas Energy 3420 Broadway Kansas City, MO 64111 (816) 360-5755 (816) 360-5536 (fax)

Email: rhack@mgemail.com

Michael Noack Director, Pricing & Regulatory Affairs Missouri Gas Energy 3420 Broadway Kansas City, MO 64111 (816) 360-5560 (816) 360-5536 (fax)

Email: mnoack@mgemail.com

Thank you for bringing this matter to the attention of the Commission and the appropriate Commission personnel.

Sincerely,

Michael R. Noack

MRN/wpv Enclosure

CC: The Office of Public Counsel

Jeff Keevil

General Counsel's Office

Missouri Gas Energy, a Division of Southern Union Company Name of Issuing Corporation

For: All Missouri Service Areas Community, Town or City

PURCHASED GAS COST ADJUSTMENT <u>PGA</u>

X. <u>SUMMARY STATEMENT</u>

Customer <u>Class</u>	C.C.G.	A.C.A	<u>T.O.P.</u>	<u>T.C.</u>	P.G.A. <u>Rate</u>
Residential	\$0.89166	(\$0.03630)	\$0.00000	\$0.00000	\$0.85536
Small General Service	\$0.89166	(\$0.03630)	\$0.00000	\$0.00000	\$0.85536
Large General Service	\$0.89166	(\$0.03630)	\$0.00000	\$0.00000	\$0.85536
Unmetered Gas Light (1)	\$0.89166	(\$0.03630)	\$0.00000	\$0.00000	\$0.85536
Large Volume Sales (3)	\$0.89166	(\$0.03630)	\$0.00000	\$0.00000	\$0.85536
Large Volume Trans. (2)(4)				\$0.00000	\$0.00000

- 1 Each Unmetered Gaslight Unit is equal to 15 Ccf.
- 2 Demand related purchase gas costs of \$0.60595 per Ccf of contract demand and \$0.01992 per Ccf of daily demand for authorized sales in excess of the contract demand are directly chargeable to customers on this rate.
- 3 Applies to Sales Service only.
- 4 Applies to Transportation Service, Intrastate Transportation Service and Whiteman Air Force Base.

DATE OF ISSUE: February

2006

DATE EFFECTIVE: February 16,

2006

month day year month day year

ISSUED BY: Michael R. Noack

Director, Pricing and Regulatory Affairs

Missouri Gas Energy, Kansas City, Missouri 64111