## Imhoff, Tom

From:

Imhoff, Tom

Sent:

Thursday, June 26, 2003 11:06 AM

To:

Russo, Jim

Subject:

FW: Missouri Gas Company and Cuba, MO

Attachments:

CubaFreePress.com 6-25-03- Cuba,MO.doc

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FYI!

----Original Message----

From: Schwarz, Tim

Sent: Thursday, June 26, 2003 8:15 AM

To: Shemwell, Lera; Sommerer, David; Wood, Warren; Imhoff, Tom

Subject: FW: Missouri Gas Company and Cuba, MO

----Original Message----

From: Joyce, Dan

Sent: Wednesday, June 25, 2003 8:49 PM

To: Schwarz, Tim

Subject: FW: Missouri Gas Company and Cuba, MO

See Duncan's comment below on the attached article. Low transportation costs?

----Original Message----

From: Duncan Kincheloe

To: danjoyce@psc.state.mo.us; Wood, Warren

Sent: 6/25/03 5:33 PM

Subject: Fw: Missouri Gas Company and Cuba, MO

---- Original Message -----

From: Duncan Kincheloe

To: Joyce, Dan ; wwood@mail.state.mo.us

Cc: Eve Lissik

Sent: Wednesday, June 25, 2003 4:30 PM Subject: Missouri Gas Company and Cuba, MO

Thought you might be interested in the attached website version of an article in the Cuba Free Press. The article is by a Christy Hahn of that newspaper. I thought the second sentence of the final paragraph was especially interesting.

Duncan Kincheloe General Manager and CEO Missouri Public Utility Alliance 573-445-3279

<<CubaFreePress.com 6-25-03- Cuba,MO.doc>>

EXHIBIT 12

Jaff Exhibit No.

Date 12 13 06

## Winter natural gas rates 'aren't good'

The city approved two separate agreements regarding natural gas at Monday's city council meeting.

Missouri Gas Company was approved for transportation of gas at no cost increase to the city. An agreement between the city and Missouri Gas Company was also approved for the company to use the city's pipeline to deliver gas to Georgia Pacific.

The city's contract for natural gas expires with Amron on July 1. Gary Engelmeier, of the city's natural gas department, presented the council with current information and options for their consideration.

"I've called around to get prices and they aren't good. We could float prices for the next few months and catch a price going down and lock it in for winter, so the customers can get a decent price," Engelmeier said.

"We did that last year and the year before and it paid off," Alderman Brad Bouse said.

Engelmeier said Dave Ries, owner of Missouri Gas Company and two pipelines, is willing to work with the city by matching or beating any other price.

"After talking with the Attorney General's Oversight Committee, the only problem is, by law he can raise the rate and there's nothing anybody can do about it," Mayor John Koch said.

The recommendation was approved to move forward with Ries, waiting for the best prices before locking in. Ries was approved because of his low transportation costs. He will be going through the New York Maximum Exchange (NYMX) to determine gas prices. Last year, prices were locked in in September, but it will depend on the market when prices will be locked in this year.