

BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

In the Matter of Missouri Gas Energy's)
Purchased Gas Adjustment Filing for the)
2009-2010 Actual Cost Adjustment Period)
File No. GR-2010-0372
Tariff No. YG-2010-0742

ORDER APPROVING INTERIM RATES

Issue Date: June 30, 2010

Effective Date: July 8, 2010

On June 23, 2010, Missouri Gas Energy, a division of Southern Union Company, filed tariff sheets proposed to become effective July 8. The tariff sheets reflect a change in MGE's Purchased Gas Adjustment (PGA) factor as a result of estimated changes in the cost of natural gas for the 2010 summer season. MGE's filing will increase the firm PGA factor for the 2010 summer season to \$0.82433 per hundred cubic feet (Ccf), from the current firm PGA factor of \$0.69754 per Ccf. This represents an increase of \$0.12679 per Ccf.

The Commission's Staff filed its recommendation on June 28. Staff recommends that the rates be approved on an interim basis, subject to refund pending final Commission decision in File Nos. GR-2008-0367, GR-2009-0268, and GR-2010-0372.

The Commission has reviewed the proposed tariff sheets and Staff's recommendation. The Commission finds that the proposed tariff sheets conform to MGE's Commission-approved PGA Clause. In addition, because MGE's PGA clause allows for PGA change filings to take effect on ten days' notice, good cause has been shown pursuant to Section 393.140(11), RSMo 2000, to permit the tariffs to become effective on less than 30 days notice. The Commission concludes that the proposed tariff sheets should be approved to become effective on July 8, on an interim basis, subject to refund, pending final Commission decision in File Nos. GR-2008-0367, GR-2009-0268, and GR-2010-0372.

THE COMMISSION ORDERS THAT:

1. The proposed tariff sheet filed on June 23, 2010, by Missouri Gas Energy, a division of Southern Union Company, assigned Tracking Number YG-2010-0742 and bearing an effective date of July 8, 2010, is approved on an interim basis, subject to refund, pending final Commission decision in File Nos. GR-2008-0367, GR-2009-0268, and GR-2010-0372 for service rendered on and after July 8, 2010. The tariff sheet approved is:

P.S.C. MO No. 1
Twenty-First Revised Sheet No. 24.3, Canceling Twentieth Revised Sheet No. 24.3

2. This order shall become effective on July 8, 2010.

BY THE COMMISSION



Steven C. Reed
Secretary

(S E A L)

Morris L. Woodruff, Chief Regulatory Law Judge,
by delegation of authority pursuant to
Section 386.240, RSMo 2000.

Dated at Jefferson City, Missouri,
on this 30th day of June, 2010.