LAW OFFICES

BRYDON, SWEARENGEN & ENGLAND

DAVID V.G. BRYDON JAMES C. SWEARENGEN WILLIAM R. ENGLAND, III JOHNNY K. RICHARDSON GARY W. DUFFY PAUL A. BOUDREAU SONDRA B. MORGAN CHARLES E. SMARR PROFESSIONAL CORPORATION 312 EAST CAPITOL AVENUE P.O. BOX 456 JEFFERSON CITY, MISSOURI 65102-0456 TELEPHONE (573) 635-7166 FACSIMILE (573) 635-3847 E-MAIL: DCOOPER@BRYDONLAW.COM

DEAN L. COOPER MARK G. ANDERSON GREGORY C. MITCHELL BRIAN T. MCCARTNEY DIANA C. FARR JANET E, WHEELER

OF COUNSEL RICHARD T. CIOTTONE

March 5, 2003

Secretary Public Service Commission P. O. Box 360 Jefferson City, MO 65102

FILED³ MAR 0 5 2003

RE: Case No. GR-2003-0311

Missouri Public Service Commission

Dear Mr. Roberts:

Enclosed please find an original and eight copies of a Motion for Waivers Concerning Unscheduled PGA Filing filed on behalf of Aquila Networks - MPS. Please file stamp the enclosed extra receipt copy and return to me for my records.

If you have any questions concerning this matter, then please do not hesitate to contact me. Thank you very much for your attention to this matter.

Sincerely,

BRYDØN, SWEARENGEN & ENGLAND P.C.

By:

Dean

DLC/tli Enclosures cc: Robert Franson Douglas Micheel



BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

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Missouri Public Service Commission

In the Matter of Aquila Networks - MPS's Purchased Gas Adjustment

Case No. GR-2003-0311

<u>MOTION FOR WAIVERS</u> <u>CONCERNING UNSCHEDULED PGA FILING</u>

Comes now Aquila, Inc., d/b/a Aquila Networks - MPS ("MPS"), in accordance with Commission Rule 4 CSR 240-2.060(14), and as its motion for waivers from certain aspects of MPS's P.S.C. No. 5, 4th Revised Sheet No. 34 and P.S.C. No. 5, 5th Revised Sheet No. 35, states to the Missouri Public Service Commission ("Commission") as follows:

1. On March 3, 2003, MPS filed in this case tariff sheets designed to reflect unscheduled

changes in its Purchased Gas Adjustment ("PGA") factors for its Northern and Southern Systems.

PUTS AND CALLS ADJUSTMENT WAIVER

2. The interim rates proposed by these tariffs include a reduction in the cost of gas on the Northern and Southern Systems related to puts and calls activity. MPS and the Staff reached an agreement in Case No. GR-2001-461 to make such adjustments. The agreement was reflected in testimony (See Direct Testimony of Staff Witness Phil Lock, Sch. 1) and therefore was not a contested issue in Case No. GR-2001-461.¹

3. MPS believes that there is no reason to delay these adjustments and that it is in the

¹ A Unanimous Stipulation and Agreement was filed in that case on January 29, 2003, and has not yet been approved by the Commission. While the Stipulation describes the above agreement, MPS has made a commitment to make this adjustment in testimony and no contested issue exists as to the puts and calls issue in Case No. GR-2001-461.

interest of its customers to make the adjustments at this time.

4. Such adjustments are beyond the factors identified in MPS's P.S.C. No. 5, 4th Revised Sheet No. 34 and P.S.C. No. 5, 5th Revised Sheet No. 35. Therefore, for the reasons stated above, MPS hereby requests a waiver from MPS's P.S.C. No. 5, 4th Revised Sheet No. 34 and P.S.C. No. 5, 5th Revised Sheet No. 35 to allow MPS to make the identified adjustments with its unscheduled changes to its PGA factors.

NORTHERN SYSTEM THRESHOLD WAIVER

5. MPS's P.S.C. No. 5, 4th Revised Sheet No. 34 provides in part that the "Company may also make an unscheduled PGA filing in each winter period, provided that at the time of such a filing there is a projected under recovery in the Deferred Carrying Cost Balance, as defined in Carrying Costs, Sheet No. 36, equal to or greater than fifteen percent of the Company's Annual Gas Cost Level...."

6. At the time of filing, the Southern System DCCB under recovery represents 17.85% of the Company's Annual Gas Cost Level and, therefore, exceeds the above threshold. However, MPS's Northern System DCCB under recovery represents 13.87% of the Company's Annual Gas Cost Level.

7. While the Northern System percentage is slightly less than the 15% threshold specified by the tariff, MPS believes that it is important to make the unscheduled adjustment in order to keep the under recovery balance at a manageable level. Historically, there are not enough volumes in the summer to significantly reduce the under recovery. If the change is instead made as proposed in this unscheduled filing, there may be enough volumes prior to the summer to reduce the under recovery. Failure to make the change at this time may exasperate the problem and have an adverse

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effect on the following heating season.

8. Therefore, MPS seeks a waiver from MPS's P.S.C. No. 5, 4th Revised Sheet No. 34 to allow MPS to make an unscheduled filing at this time for its Northern System.

WHEREFORE, MPS requests a Commission order:

- a) granting MPS a waiver from MPS's P.S.C. No. 5, 4th Revised Sheet No. 34 and
 P.S.C. No. 5, 5th Revised Sheet No. 35 to allow MPS make the adjustments reflected
 in the Direct Testimony of Staff Witness Phil Lock (Sch. 1) in Case No. GR-2001-461;
- b) granting MPS a waiver from MPS's P.S.C. No. 5, 4th Revised Sheet No. 34 to allow
 MPS to make an unscheduled PGA filing for the Northern System; and,
- c) granting such further relief as is consistent with the relief requested herein.

Respectfully submitted, æ

Dean L. Cooper MBE#36592 BRYDON, SWEARENGEN & ENGLAND P.C. 312 E. Capitol Avenue P. O. Box 456 Jefferson City, MO 65102 (573) 635-7166 (573) 635-3847 facsimile dcooper@brydonlaw.com

ATTORNEYS FOR AQUILA, INC. D/B/A AQUILA NETWORKS - MPS

CERTIFICATE OF SERVICE

The undersigned certifies that a true and correct copy of the foregoing document was handdelivered on March 5^{-27} , 2003, to the following:

Robert Franson Office of the General Counsel Governor Office Building Jefferson City, Mo 65101 Douglas Micheel Office of the Public Counsel Governor Office Building Jefferson City, MO 65101