

**BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF MISSOURI**

In the Matter of Laclede Gas Company's)	
Purchased Gas Adjustment (PGA) to be)	
Audited in its 2004-2005 Actual Cost)	Case No. GR-2005-0203
Adjustment)	

STATUS REPORT

In response to the Commission's September 4, 2007 Order directing the Staff to file a status report the Staff, by attorney, states:

1. At present, Laclede and the Staff are actively engaged in discovery efforts; specifically, the Staff is reviewing a large amount of information from LER provided by Laclede. The Staff has contacted Laclede to make a site visit within the next two weeks to review additional information on site.

2. The parties anticipate that after Staff's review of the information, the parties will meet for a settlement conference to discuss Staff's findings and the necessity for an evidentiary hearing.

3. If a hearing is necessary, additional discovery in the form of a limited number of depositions may be needed. Staff will advise by filing a notice of deposition in the event depositions will take place.

4. Finally, the Commission will recall its July 8, 2007 decision on the swing supply demand charge issue in the 2003-2004 ACA case, Case No. GR-2004-0273. There is a similar issue in this 2004-2005 ACA case. Without acquiescing in the prudence or imprudence of the swing supply demand charge issue in this ACA, the Staff

does not plan to pursue the swing supply demand charge issue at hearing and withdraws, without prejudice, that issue from the Commission's consideration.

Respectfully submitted,

/s/ Steven C. Reed

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Certificate of Service

I hereby certify that copies of the foregoing have been mailed, hand-delivered, e-mailed or transmitted by facsimile to all counsel and parties of record this 14th day of September, 2007.

/s/ Steven C. Reed