

BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF MISSOURI

In the Matter of Missouri Gas)	
Energy Purchased Gas)	<u>Case No. GR-2006-0291</u>
Adjustment Change)	Tariff No. YG-2006-0613

ORDER GRANTING WAIVER AND
APPROVING INTERIM RATES

Issue Date: February 6, 2006

Effective Date: February 6, 2006

On February 3, 2006, Missouri Gas Energy (MGE or Company) filed a proposed tariff sheet setting interim rates. This PGA filing reflects changes to the Current Cost of Gas Factor (C.C.G.). MGE also filed an Application for Waiver Concerning Unscheduled PGA Filing. MGE's February 3, 2006 tariff, if approved, would be the second PGA filing becoming effective in two consecutive calendar months, contrary to the provisions of MGE's P.S.C. No. 1, 5th Revised Sheet No. 15.

The proposed PGA rate of \$0.85536 reflects a decrease of \$0.08289 per Ccf over the PGA Rate currently in effect of \$0.93825.

The Commission's Staff filed its Memorandum and Recommendation on February 6, 2006. In its Memorandum and Recommendation, Staff supports the waiver and proposed rate decrease, and supports Commission approval and incorporation of the reduction in rates as expeditiously as possible, in that any rate change at this time is subject to true-up in the ACA process. Staff notes that, because MGE's PGA clause allows for PGA change filings to take affect on ten days' notice, good cause has been shown pursuant to Section 393.140(11), RSMo 2000, to permit the tariff to become effective on less than 30 days' notice. Staff recommends that the rates be immediately

approved on an interim basis, subject to refund.

The Commission has reviewed the request for a waiver from certain aspects of the Company's Commission-approved PGA Clause, the proposed tariff sheet and Staff's Memorandum and Recommendation. After considering Staff's recommendation, and for good cause shown pursuant to Section 393.140(11), RSMo 2000, the Commission concludes that the proposed waiver and tariff sheet should be approved to become effective on February 6, 2006, on an interim basis, subject to refund.

IT IS THEREFORE ORDERED:

1. The requested waiver from certain aspects of Missouri Gas Energy's purchased gas agreement clause is granted to allow more than one PGA filing in two consecutive calendar months.

2. The proposed tariff sheet filed on February 3, 2006, by Missouri Gas Energy is approved on an interim basis, subject to refund, for service rendered on and after February 6, 2006. The specific tariff sheet approved is:

P.S.C. MO. No. 1

Tenth Revised Sheet No. 24.3, Canceling Ninth Revised Sheet No. 24.3

2. That this order shall become effective on February 6, 2006.

BY THE COMMISSION



Colleen M. Dale
Secretary

(SEAL)

Colleen M. Dale, Chief Regulatory Law
Judge, by delegation of authority pursuant
to Section 386.240, RSMo 2000.

Dated at Jefferson City, Missouri,
on this 6th day of February 2006.