BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

In the Matter of Laclede Gas Company's)	Casa No. CD 2000 0207
2008 PGA Filing.)	Case No. GR-2008-0387
20001 3111 111115.	,	YG-2009-0310

STAFF RECOMMENDATION

COMES NOW the Staff of the Missouri Public Service Commission (Staff) and for its Recommendation, states as follows:

- 1. On October 31, 2008, Laclede Gas Company (Laclede or Company) of St. Louis, Missouri filed a proposed tariff sheet bearing an effective date of November 16, 2008. This tariff sheet was filed to reflect a change in Laclede's Purchased Gas Adjustment (PGA) factor as a result of estimated changes in the cost of natural gas for the upcoming winter season and changes in the Actual Cost Adjustment (ACA) factor. Laclede's winter season is for a 6 month period from November through April.
- 2. The above-captioned case was established to track the Company's PGA factors to be reviewed in its 2007-2008 Actual Cost Adjustment (ACA) filing. Case Nos. GR-2005-0203, GR-2006-0288 and GR-2008-0140 were established to track the Company's PGA factors to be reviewed in its 2004-2005, 2005-2006, and 2006-2007 ACA filings respectively.
- 3. For reasons explained in Staff's Memorandum, attached hereto as Appendix A and herein incorporated by reference, the PGA factor rate change should be approved on an interim, subject to refund status pending final Commission decisions in ACA Case Nos. GR-2005-0203, GR-2006-0288 and GR-2008-0140 and GR-2008-0387.

WHEREFORE, for the reasons stated in Staff's Memorandum, the Staff respectfully requests that the Commission issue an order approving Laclede's tariff in file no. YG-2009-0310, on an interim subject to refund basis.

Respectfully submitted,

/s/Robert S. Berlin

Robert S. Berlin Senior Counsel Missouri Bar No. 51709

Attorney for the Staff of the Missouri Public Service Commission P. O. Box 360
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Certificate of Service

I hereby certify that copies of the foregoing have been mailed, hand-delivered, or transmitted by facsimile or electronic mail to all counsel of record this 10th day of November 2008.

/s/ Robert S. Berlin

BEFORE THE PUBLIC SERVICE COMMISSIONOF THE STATE OF MISSOURI

In the Matter of Laclede Ga 2008 PGA Filing	as Company)) Ca	se No.	GR-2008-0	387			
AFFIDAVIT OF THOMAS M. IMHOFF								
STATE OF MISSOURI COUNTY OF COLE)) ss:							
COUNTY OF COLL	•							
Thomas M. Imhoff, employee of the Missouri Public Service Commission, being of lawful age and after being duly sworn, states that he has participated in preparing the accompanying Staff Recommendation in Memorandum form, and that the facts therein are true and correct to the best of his knowledge and belief.								
THOMAS M. IMHOFF								
Subscribed and affirmed be	efore me this	10 th day o	of <u>N</u>	ovember	2008.			
			7 Ce	Duele	ro)			
		NOTARY PU	BLIC RLA K, SCHN					

CARLA K. SCHNIEDERS
Notary Public - Notary Seal
State of Missouri
Commissioned for Cole County
My Commission Expires: August 25, 2012
Commission Number: 08533187

MEMORANDUM

TO: Missouri Public Service Commission Official Case File,

Case No. GR-2008-0387, File No. JG-2009-0310

Laclede Gas Company

FROM: Thomas M. Imhoff, Energy Department – Tariffs/Rate Design

SUBJECT: Staff Recommendation on Laclede Gas Company's Scheduled Winter Season PGA

Filing Effective November 17, 2008

DATE: November 10, 2008

On October 31, 2008, Laclede Gas Company (Laclede or Company) of St. Louis, Missouri filed a tariff sheet proposed to become effective November 16, 2008. The tariff sheet was filed to reflect scheduled changes in Laclede's PGA factors as the result of an estimated change in the cost of natural gas for the upcoming winter season and changes in the Actual Cost Adjustment (ACA) factor. Laclede's winter season is from November through April. All other gas companies have a five month winter season, November through March. The impact on a customer's bill is based on Laclede's six month winter season.

The effects of these changes from this filing will reduces the PGA rate filed by Laclede on June 5, 2008 from \$1.06994 per therm to \$0.83163 per therm. The PGA rate for the 2007-2008 winter season was \$0.85453 therm. Based on Laclede's average winter usage, a Residential customer's, bill is expected to be approximately \$18 less than last year, or an approximate 2% decrease.

Case No. GR-2008-0387, under which these changes were filed, was established to track the Company's PGA factors to be reviewed in its 2007-2008 ACA filing. Case Nos. GR-2005-0203, GR-2006-0288 and GR-2008-0140 were established to track the Company's PGA factors to be reviewed in its 2004-2005, 2005-2006, and 2006-2007 ACA filings, respectively. This rate change should be on an interim, subject to refund status pending final Commission decisions in ACA Case Nos. GR-2005-0203, GR-2006-0288, GR-2008-0140 and GR-2008-0387.

Due to the limited time available to review the documentation supporting the ACA factor represented in this filing, the Procurement Analysis Department (PAD) has requested permission to submit its results and recommendations regarding the information included in this ACA filing to the Commission on or before December 31, 2009.

Staff has verified that the Company has filed its 2007 annual report and is not delinquent on any of its assessment. Staff is not aware of any other matter before the Commission that affects or is affected by this filing.

MO PSC CASE NO. GR-2008-0387, File No. JG-2009-0310 OFFICIAL CASE FILE MEMORANDUM PAGE 2 OF 2

The Staff has reviewed this PGA filing and has determined that it was calculated in conformance with Laclede's PGA Clause. Staff is of the opinion that good cause for approval of these tariff sheets on less than thirty days notice is demonstrated by Laclede's Commission approved PGA clause allowing for ten (10) business days notice for PGA change filings.

Therefore, Staff recommends that the following tariff sheet, filed on October 31, 2008, be approved, interim subject to refund:

P.S.C. MO. No.5 Consolidated

Two Hundred and Twelfth Revised Sheet No. 29, Cancelling Two Hundred and Thirteenth Revised Sheet No. 29