BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

| In the Matter of |) | |
|---|---|---------------------------|
| Summit Natural Gas of Missouri Inc.'s |) | File No. GR-2014-0086 |
| Filing of Revised Tariffs to Increase Its |) | Tracking No. YG-2014-0285 |
| Annual Revenues for Natural Gas Service | ĺ | • |

NOTICE OF CORRECTION

COMES NOW the Staff of the Missouri Public Service Commission, by and through counsel, and for its Notice of Correction to Staff's October 20, 2014, *Additional Reconciliation* and Staff's October 22, 2014, *Response to Commission Order* hereby states:

- 1. After the evidentiary hearing in this matter, the Commission ordered Staff to calculate the effect on rates of certain positions litigated at the hearing.¹
- 2. In response to those orders, Staff filed its *Additional Reconciliation* on October 20, 2014 and its *Response to Commission Order* on October 22, 2014.² Those documents contained a calculation error which Staff seeks to correct with this filing. The error does not affect any substantive matter in this case—rather, the error results in an over-statement of the customer impacts of the Commission's rate order.
- 3. Staff's October 20 Additional Reconciliation included two attachments: Appendix A showed the percentage rate increase (excluding the cost of gas) across all customer classes at four different ROE scenarios as ordered by the Commission. Appendix B showed monthly and annual customer impacts for each rate division and customer class at the four different ROE scenarios.

¹ EFIS No. 264, Order Directing Filing of Additional Reconciliation; EFIS No. 267, Order Directing of Supplemental Filing.

² EFIS Nos 265 and 268, respectively.

- 4. This Additional Reconciliation included a calculation error that resulted in the over-statement of monthly customer impact. To correct the error, Staff hereby submits a revised document titled "Pro forma Revenues at Different Return on Equity Rates Without PGA Revenue," attached here and incorporated by reference.
- 5. Next, in response to a subsequent Commission order, Staff submitted its Staff Response to Commission Order on October 22. This filing contained Appendices A through D showing the residential margin rate impact, the PGA rate impact, and total residential bill impact at four different ROE scenarios. These documents contained a similar calculation error. To correct the error, Staff hereby submits corrected versions of the Pro forma Impact on Residential Customers at each of the four ROE scenarios requested by the Commission. These corrected documents are attached hereto as Appendix A D and incorporated by reference.
- 6. Figures from these erroneous reconciliation filings were reproduced in the Commission's October 29 *Report and Order*, which included certain percentages and amounts in a chart on the first page. This chart over-stated the amount and percentage of the increase authorized by the Commission's order. Using the figures from Staff's corrected filings attached here, the chart in the Commission's *Report and Order* should read as follows:

| Service Territory | Percentage | Amount |
|----------------------|------------|---------|
| Gallatin | 11.82% | \$10.22 |
| Warsaw | 28.54% | \$26.18 |
| Rogersville | 18.72% | \$15.67 |
| Rogersville Optional | 19.22% | \$13.55 |

| Branson | 25.68% | \$24.84 |
|------------------|--------|---------|
| Branson Optional | 26.14% | \$13.71 |

7. As shown in this chart and the attached corrected documents, the error in Staff's calculations did not affect the figures related to the optional rates in Rogersville and Branson.3

WHEREFORE, Staff submits this Notice of Correction and the corrected documents as described above.

Respectfully Submitted,

/s/ John D. Borgmeyer

John D. Borgmeyer Deputy Legal Counsel Missouri Bar No. 61992 Attorney for the Staff of the Missouri Public Service Commission P.O. Box 360 Jefferson City, Missouri 65102 Telephone: (573) 751-5472

Email: john.borgmeyer@psc.mo.gov

(573) 751-9285

CERTIFICATE OF SERVICE

Fax:

I hereby certify that true and correct copies of the foregoing were served electronically to all counsel of record this 10th day of November, 2014.

/s/ John D. Borgmeyer

³ This is because Staff's calculation error related to the fixed delivery charge. The optional rates do not include a fixed delivery charge.