BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

In the Matter of the PGA filing for) Laclede Gas Company.) Case No. GR-2008-0140

STAFF'S RECOMMENDATION

COMES NOW the Staff of the Missouri Public Service Commission in the abovecaptioned matter and for its Recommendation in this case states:

 On October 31, 2007, Laclede Gas Company (Laclede or Company) of St. Louis, Missouri filed a tariff sheet proposed to become effective November 16, 2006.

2. The tariff sheet was filed to make 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.

3. This filing will decrease the firm PGA factor from the current PGA level that has been in effect since November 2006. Staff's Recommendation is attached.

4. 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 and GR-2008-0140.

5. 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.

WHEREFORE, the Staff recommends that the Commission approve the tariff filing to be effective on November 16, with rates approved only on an interim basis, subject to refund.

Respectfully submitted,

/s/ Lera L. Shemwell

Lera L. Shemwell Deputy General Counsel Missouri Bar No. 43792

Attorney for the Staff of the Missouri Public Service Commission P. O. Box 360 Jefferson City, MO 65102 (573) 751-7431Telephone) (573) 751-9285 (Fax) lera.shemwell@psc.mo.gov

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 8th day of November, 2007.

/s/ Lera Shemwell