

BEFORE THE PUBLIC SERVICE COMMISSION

OF THE STATE OF MISSOURI

In the Matter of Southern Missouri Gas)	
Company, L.P.'s Purchased Gas Adjustment)	<u>Case No. GR-2008-0379</u>
(PGA) Factors to be Reviewed in its 2006-2007)	Tariff No. YG-2008-0717
Actual Cost Adjustment)	

ORDER APPROVING INTERIM RATES

Issue Date: June 19, 2008

Effective Date: July 1, 2008

On June 3, 2008, Southern Missouri Natural Gas Company, L.P. filed a proposed tariff sheet with a proposed effective date of July 1, 2008. This PGA filing reflects changes to the purchased gas adjustment (PGA) factor as the result of an estimated change in the cost of natural gas for the summer season.

The net effect of this change will increase the Total PGA factor to \$1.3630 per hundred cubic feet (Ccf) from the Total PGA factor of \$0.972 per Ccf currently in effect. This represents an overall increase of \$0.3910 per Ccf.

The Commission's Staff filed its Memorandum and Recommendation on June 11, 2008. In its Memorandum and Recommendation, Staff recommends the Commission approve the increase of the rates, in that any rate change at this time is subject to refund basis only. Staff notes that, because SMGC'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 approved on an interim basis, subject to refund.

The Commission has reviewed the proposed tariff sheet and Staff's Memorandum and Recommendation. The Commission finds that the proposed tariff sheet conforms to the Company's Commission-approved PGA Clause. After considering Staff's recommendation, and for good cause shown pursuant to Section 393.140(11), RSMo 2000, the Commission concludes that the proposed tariff sheet should be approved to become effective July 1, 2008, on an interim basis, subject to refund.

IT IS ORDERED THAT:

1. The proposed tariff sheet filed on June 3, 2008, by Southern Missouri Gas Company, L.P. is approved on an interim basis, subject to refund, for service rendered on and after July 1, 2008. The specific tariff sheet approved is:

P.S.C. MO. No. 1

23rd Revised Sheet No. 27, Canceling 22nd Revised Sheet No. 27

2. This order shall become effective on July 1, 2008.

BY THE COMMISSION



Colleen M. Dale
Secretary

(S E A L)

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 19th day of June, 2008