

BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF MISSOURI

In the Matter of Southern Missouri Gas)	
Company, L.P. d/b/a Southern Missouri)	
Natural Gas' Purchased Gas Adjustment)	<u>Case No. GR-2007-0484</u>
Factors to be Reviewed in its 2006-2007)	Tariff No. JG-2007-0902
Actual Cost Adjustment)	

ORDER APPROVING INTERIM RATES

Issue Date: June 22, 2007

Effective Date: July 1, 2007

On June 15, 2007, Southern Missouri Natural Gas Company, L.P. d/b/a Southern Missouri Natural Gas filed a proposed tariff sheet with a proposed effective date of July 1, 2007. 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 proposed PGA rate of \$1.0500 per hundred cubic feet (Ccf) reflects an increase of \$0.100 per Ccf over the PGA Rate currently in effect of \$0.950 per Ccf.

The Commission's Staff filed its Memorandum and Recommendation on June 20, 2007. In its Memorandum and Recommendation, Staff recommends the Commission approval the increase of the rates, in that any rate change at this time is subject to true-up in the ACA process. 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 on July 1, 2007, on an interim basis, subject to refund.

IT IS ORDERED THAT:

1. The proposed tariff sheet filed on June 15, 2007, by Southern Missouri Gas Company, L.P. d/b/a Southern Missouri Natural Gas is approved on an interim basis, subject to refund, for service rendered on and after July 1, 2007. The specific tariff sheet approved is:

P.S.C. MO. No. 1

21st Revised Sheet No. 27, Canceling 20th Revised Sheet No. 27

2. That this order shall become effective on July 1, 2007.

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 22nd day of June, 2007