BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

In the Matter of Missouri Gas Energy's) Purchased Gas Adjustment Change)

Case No. GR-2008-0367

ORDER ACCEPTING STAFF RECOMMENDATION AND MISSOURI GAS ENERGY RESPONSE

Issue Date: March 8, 2010

Effective Date: March 8, 2010

This case was opened on May 16, 2008, to receive the 2007-2008 Actual Cost Adjustment (ACA) filing of Missouri Gas Energy (hereafter "MGE"). After receiving a favorable Recommendation from the Staff of the Commission (hereafter "Staff"), the Commission approved interim rates on May 29, 2008.

On December 30, 2009, Staff filed another recommendation. Staff proposed no adjustments, but had several recommendations concerning MGE's billing error from a prior ACA case, MGE's off-system sales transactions, MGE's reliability analysis and gas supply planning improvement, and MGE's hedging. Staff asked for this case to be left open pending resolution of MGE's prior ACA case, which is GR-2007-0256. MGE responded on February 17, 2010, noting that because Staff proposes no adjustment, there is nothing for the Commission to resolve. MGE further stated it did not object to this case being left open pending resolution of GR-2007-0256.

The Commission finds the parties' positions reasonable, and will leave this case open indefinitely.

THE COMMISSION ORDERS THAT:

1. This case shall be left open pending resolution of File No. GR-2007-0256.

2. This order shall become effective immediately upon issuance.

BY THE COMMISSION

Steven C. Reed Secretary

(SEAL)

Ronald D. Pridgin, Senior Regulatory Law Judge, by delegation of authority pursuant to Section 386.240, RSMo 2000.

Dated at Jefferson City, Missouri, on this 8th day of March, 2010.