

**BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF MISSOURI**

In the matter of Missouri Gas Energy's)
Increasing Rates for Gas Service Provided)
To Customers in the Company's Missouri)
Service Area)

Case No. GR-2006-0422

STAFF'S PLEADING REGARDING CLASS COST OF SERVICE

COMES NOW Staff of the Missouri Public Service Commission (Staff) on behalf of all of the Parties and respectfully submits as follows:

1. The Parties are working on a Partial Stipulation that is intended to resolve the issue of Class Cost of Service. This process has been delayed by the press of other business by several Parties. The Parties expect to file this Partial Stipulation by December 6, 2006. Otherwise, the Parties will advise the Commission of the Status of this matter on December 7, 2006. This latter option will include any requests for procedural schedule changes to address this issue.

WHEREFORE, Staff respectfully submits Staff's Pleading regarding Class Cost of Service.

Respectfully submitted,

/s/ Robert V. Franson

Robert V. Franson
Senior Counsel
Missouri Bar No. 34643

Attorney for the Staff of the
Missouri Public Service Commission
P. O. Box 360
Jefferson City, MO 65102
(573) 751-6651 (Telephone)
(573) 751-9285 (Fax)
robertfranson@psc.mo.gov.

Certificate of Service

I hereby certify that copies of the foregoing have been mailed, hand-delivered, transmitted by facsimile, or electronically mailed to all counsel of record this 30th day of November 2006.

/s/ Robert V. Franson