

**STATE OF MISSOURI
PUBLIC SERVICE COMMISSION**

At a session of the Public Service
Commission held at its office
in Jefferson City on the 30th
day of September, 2008.

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. JG-2009-0213
Actual Cost Adjustment)	

ORDER APPROVING INTERIM RATES

Issue Date: September 30, 2008

Effective Date: October 1, 2008

On September 19, 2008, Southern Missouri Natural Gas Company, L.P. filed a proposed tariff sheet with a proposed effective date of October 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 winter season.

The net effect of this change will decrease the Total PGA factor to \$0.9751 per hundred cubic feet (Ccf) from the Total PGA factor of \$1.363 per Ccf currently in effect. This represents an overall decrease of \$0.3879 per Ccf.

The Commission's Staff filed its Memorandum and Recommendation on September 26, 2008. In its Memorandum and Recommendation, Staff recommends the Commission approve the decrease 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 10 days' notice. Staff recommends that the rates be approved on an interim basis, subject to refund, and given expedited treatment.

The Commission has reviewed the proposed tariff sheet and Staff's Memorandum and Recommendation. The Commission finds that the rates on the proposed tariff sheet were calculated in conformance with 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 and expedited to become effective October 1, 2008, on an interim basis, subject to refund.

IT IS ORDERED THAT:


1. The proposed tariff sheet filed on September 19, 2008, by Southern Missouri Gas Company, L.P. is approved on an interim basis, subject to refund, for service rendered on and after October 1, 2008. The specific tariff sheet approved is:

P.S.C. MO. No. 1

24th Revised Sheet No. 27, Canceling 23rd Revised Sheet No. 27

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

BY THE COMMISSION

A handwritten signature in black ink, appearing to read 'Colleen M. Dale', written over a horizontal line.

Colleen M. Dale
Secretary

(S E A L)

Davis, Chm., Murray, Clayton,
Jarrett, and Gunn, CC., concur.

Dale, Chief Regulatory Law Judge