

BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF MISSOURI

In the Matter of Missouri Gas Energy's)	<u>File No. GR-2011-0290</u>
Optional Purchased Gas Adjustment Filing)	Tariff File No. YG-2011-0465

ORDER APPROVING INTERIM RATES

Issue Date: March 30, 2011

Effective Date: April 1, 2011

On March 17, 2011, Missouri Gas Energy filed a tariff sheet with a proposed effective date of April 1. The tariff sheet reflects a change in MGE's Purchased Gas Adjustment (PGA) factor as a result of a decrease in the Current Cost of Gas Factor or C.C.G. The current C.C.G. is \$.68432 per Ccf. The proposed amount is \$.60912 per Ccf. The current PGA rate is \$.79329. The change in the C.C.G. will result in a decrease in the PGA of \$0.0752 to \$.71809. MGE states that it will experience an overall annual decrease in revenues of \$42,192,520 or 9.48%.

The Staff of the Commission filed its recommendation on March 22. Staff recommends that the Commission approve the proposed tariff on an interim basis, subject to refund pending a final Commission decision in the related PGA cases; namely, the ACA portion of this case and GR-2010-0372.

The Commission has reviewed the proposed tariff sheet and Staff's recommendation and finds that the proposed tariff sheet conforms to MGE's Commission-approved PGA Clause. Additionally, because MGE's PGA clause allows for PGA change filings to take effect on 10-days' notice, good cause has been shown pursuant to Section 393.140(11), RSMO 2000, to permit the tariff to take effect on less than 30-days' notice. The

Commission concludes that the proposed tariff sheet will be approved to take effect on April 1, 2011, on an interim basis, subject to refund, pending final Commission decision in related MGE cases.

THE COMMISSION ORDERS THAT:

1. The following proposed tariff sheet, filed on March 17, 2011, by Missouri Gas Energy and assigned Tracking Number YG-2011-0465, is approved on an interim basis, subject to refund, pending final Commission decisions in related cases:

P.S.C. MO. No. 1

Twenty-Fourth Revised SHEET No. 24.3, Cancelling Twenty-Third Revised SHEET No. 24.3

2. This order shall become effective on April 1, 2011.

BY THE COMMISSION



Steven C. Reed
Secretary

(S E A L)

Kennard L. Jones, Senior Regulatory
Law Judge, by delegation of authority
pursuant to Section 386.240, RSMo 2000.

Dated at Jefferson City, Missouri,
on this 30th day of March, 2011.