

**Missouri Gas Energy
Rate Case Expenses
GR-2004-0209**

Estimate of the Kasowitz, Benson, Torres & Friedman Invoices	Time Charges	Expense Charges	Total Invoice Estimate
April	\$ 128,232	\$ 5,117	\$ 133,349
May	142,922	7,564	150,486
June	235,894	5,137	241,031
	\$ 507,048	\$ 17,818	\$ 524,866

Kim Henzi

From: Rob Hack
Sent: Monday, July 12, 2004 3:40 PM
To: Mike Noack
Cc: Kim Henzi; John Davis
Subject: FW: KBT&F Estimates

fyi

-----Original Message-----

From: Lisa Jicha [mailto:LJicha@kasowitz.com]
Sent: Monday, July 12, 2004 3:26 PM
To: rhack@mgemail.com
Cc: Eric D. Herschmann
Subject: KBT&F Estimates

Below are Kasowitz, Benson, Torres & Friedman time and cost estimates for the Southern Union/Missouri Rate Case:

April 2004

Fees: \$128,232
Disbs: \$5,117
Total: \$133,349

May 2004

Fees: \$142,922
Disbs: \$7,564
Total: \$150,486

June 2004

Fees: \$235,894
Disbs: \$5,137
Total: \$241,031

Please note that all disbursements through the above dates may not yet appear in our system.

Lisa Jicha
Billing Manager
Kasowitz, Benson, Torres & Friedman LLP
(212) 506-1853

Mike Noack

From: Lisa Jicha [LJicha@kasowitz.com]
Sent: Wednesday, July 14, 2004 4:46 PM
To: mnoack@mgemail.com
Cc: Eric D. Herschmann
Subject: KBT&F Estimates

April:

Herschmann - 115.20 - \$79,488

Fay - 69.00 - \$47,610

Olacio (para.) - 8.10 - \$1,134.00

May:

Herschmann - 112.00 - \$77,280

Fay - 92.00 - \$63,480

Hawry (para.) - 5.70 - \$1,111.50

Rafael (para.) - 7.50 - \$1,050

June:

Herschmann - 220.90 - \$152,421

Fay - 116.90 - \$80,661

Rafael (para.) - 17.00 - \$2,380

Shakir (para.) - 3.60 - \$432

Lisa Jicha
Billing Manager
Kasowitz, Benson, Torres & Friedman LLP
(212) 506-1853

04/07/2004 WED 13:02 FAX 570 820 2403 Southern Union-CORP FIN

002/004

04/06/2004 16:28 MO GAS ENERGY + 915708202401

NO. 534 002

04/06/2004 TUE 17:19 FAX 570 820 2403 Southern Union-CORP FIN

003/004

KASOWITZ, BENSON, TORRES & FRIEDMAN LLP
1633 BROADWAY
NEW YORK, NEW YORK 10019-6799

Federal I.D. # 13-3720397

*MPSC staff investigation
Re: Sug Sale*

05220029
Southern Union Company
MPSC v. Southern Union

*New Account
(Def. Amt) - MPSC vs. Sug Sale W/D
(When denied) - MPSC Sug Sale W/D*

DECEMBER 31, 2003

*Resume CR 180923
Debit 421023-7800
990-*

DATE	ATTORNEY OR ASSISTANT	HOURS
12/01/03	ERIC HERSCHMANN Review MPSC draft statement; e-mails and telephone calls with DM re same.	1.30
12/03/03	ERIC HERSCHMANN Telephone calls with DM.	0.80
12/04/03	ERIC HERSCHMANN Review SUG response to staff; revise same; review e-mails re same.	1.60
12/19/03	ERIC HERSCHMANN Meeting with DM, RH et al re case strategy; meeting with DM; review documents.	5.50
12/29/03	ERIC HERSCHMANN Review info from Brydon Swearengcn; telephone calls with DM re same; conference call with JS and RH.	2.00
TOTAL HOURS		11.20

*2004
Rate Case*

MPSC Accty. Story

MSC

023 000000 1860 8804 000 000000 R0029

04/07/2004 WED 13:02 FAX 570 820 2403 Southern Union-CORP FIN

003/004

04/06/2004 15:28 MO GAS ENERGY → 915708202401
04/06/2004 ICE 17:19 FAX 570 820 2403 Southern Union-CORP FIN

NO. 634 P03
004/004

Southern Union Company
FILE NUMBER: 05220029
INVOICE NO.: 40936

Dec 31, 2003 PAGE 2

PARTNER
ERIC HERSCHMANN

HOURS
11.20

AMOUNT
6,440.00

TOTAL FEES

\$6,440.00

TRAVEL EXPENSES
DOCUMENT DELIVERY

828.50
15.16

TOTAL COSTS

\$843.66

TOTAL FEES AND COSTS

\$7,283.66

** Missouri ** \$515 per hour x 7.5 hours = 4312.50
expenses + 843.66
interco MGE : 5156.16

Corp.

2127.50

04/07/2004 WED 13:02 FAX 570 820 2403 Southern Union-CORP FIN

004/004

04/06/2004 16:28 MO GAS ENERGY + 915708202401
04/06/2004 16:19 FAX 570 820 2403 Southern Union-CORP FIN

NO. 634 001
002/004

KASOWITZ, BENSON, TORRES & FRIEDMAN LLP

1633 BROADWAY

NEW YORK, NEW YORK 10019-8799

FED. I.D. 13.9720307

212-506-1700

FACSIMILE: 212-506-1800

Dennis Morgan, Esq.
General Counsel
Southern Union Gas Company
IV Barton Skyway
1301 So. MoPac Expressway, Suite 400
Austin, Texas 78746

INVOICE NO.: 40936

February 23, 2004

RE: MPSC v. Southern Union

FOR PROFESSIONAL SERVICES rendered
through the month of December 2003
as reflected on the attached printout

Fees	66,440.00
Disbursements	843.66
TOTAL AMOUNT DUE	\$7,283.66

5563
05220029

Post-It® Fax Note	7671	Date	2/24/04	# of pages	3
To	Scott Gallagher	From	Rita H. H.		
Co/Dept.		Ca.			
Phone #		Phone #			
Fax #	520-820-2401	Fax #			

KASOWITZ, BENSON, TORRES & FRIEDMAN LLP

1633 BROADWAY

NEW YORK, NEW YORK 10019-6799

FFD. I.D. 13-3720397

212-506-1700

FACSIMILE: 212 506-1800

Dennis Morgan, Esq.
General Counsel
Southern Union Company
1301 S. Mopac Expressway, Suite 400
Austin, TX 78746

INVOICE NO.: 43187

May 12, 2004

RE Missouri Public Service Commission Rate Case

FOR PROFESSIONAL SERVICES rendered
through the month of March 2004
as reflected on the attached printout

Fees	\$81,171.00
Disbursements	2,648.87
TOTAL AMOUNT DUE	\$83,819.87

5563
05220034

KASOWITZ, BENSON, TORRES & FRIEDMAN LLP
1633 BROADWAY
NEW YORK, NEW YORK 10019-6799

Federal I.D. # 13-3720397

MARCH 31, 2004

05220034
Southern Union Company
Missouri Public Service Commission Rate Case

DATE	ATTORNEY OR ASSISTANT	HOURS
12/12/03	ERIC HERSCHMANN Telephone calls with R. Hack; review documents.	4.00
12/15/03	ERIC HERSCHMANN Begin review of new materials from R. Hack; prep case strategy; telephone calls with DM re same.	6.00
12/16/03	ERIC HERSCHMANN Email TQF re Schallanberg and Bible; telephone calls with DM re same.	.50
12/17/03	ERIC HERSCHMANN Telephone calls with R. Hack, P. Boudreau, DM re case strategy; continue review of info; telephone calls with GL re same.	5.40
12/18/03	ERIC HERSCHMANN Prep. for meeting; meeting with DM; meeting with RH et al re case strategy; meeting with DM; telephone calls with GL re same.	8.50
01/07/04	ERIC HERSCHMANN Telephone call with R. Hack; review email re same.	.50
01/09/04	ERIC HERSCHMANN Review Murry testimony on Aquila.	2.40
02/03/04	ERIC HERSCHMANN Review Stamm testimony; prior Bible/Schallenberg testimony.	4.40
02/04/04	ERIC HERSCHMANN Review new MoPSC filings and prior testimony.	2.40

Southern Union Company
FILE NUMBER: 05220034
INVOICE NO.: 43187

Mar 31, 2004

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02/16/04	ERIC HERSCHMANN Review testimony from Aquila case.	3.40
02/25/04	ERIC HERSCHMANN Prep. for meeting; review materials.	6.70
02/26/04	ERIC HERSCHMANN Prep. for meeting with client and experts; attend same.	5.30
03/01/04	ERIC HERSCHMANN Telephone calls with RH.	.75
03/02/04	ERIC HERSCHMANN Review info from R. Hack; telephone calls with RH re same.	2.30
03/03/04	ERIC HERSCHMANN Review info from RH; review decision from PB; telephone calls with DM.	1.50
03/04/04	MICHAEL M. FAY Review Daubert case law and regulatory opinions re cap structure, ROC.	4.30
03/05/04	MICHAEL M. FAY Review Daubert case law and regulatory opinions re cap structure, ROC; t/c with EDH.	1.60
03/08/04	MICHAEL M. FAY Work w/r/t in limine motions; review case law and precedents for same.	4.10
03/08/04	SEAN K. O'SHEA Review files for information concerning Missouri Rates matter at the request of E. Herschmann.	3.50
03/22/04	ERIC HERSCHMANN Prep. for meeting.	5.30
03/23/04	MICHAEL M. FAY Review Missouri Commission testimony in Aquila.	1.20
03/23/04	ERIC HERSCHMANN Telephone calls with R. Hack; prep. for meeting; telephone calls with DM; review docs from CD.	3.00

Southern Union Company
FILE NUMBER: 05220034
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Mar 31, 2004

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03/24/04	MICHAEL M. FAY Review testimony of D. Murray and schedules thereto; t/c with EDH re Daubert challenge; review caselaw re ratemaking.	2.70
03/24/04	ERIC HERSCHMANN Prep. for meeting; telephone calls with MF re Daubert re experts; review testimony rec'd. RH re same.	4.00
03/25/04	MICHAEL M. FAY Meeting with MGE representatives re rate case; review prior commission testimony; review literature re regulatory finance.	2.40
03/25/04	ERIC HERSCHMANN Prep. for and attend meeting with clients, co-counsel re case prep.	9.10
03/26/04	MICHAEL M. FAY T/c with A. Mani; review literature re ROE, cap structure; review Commission testimony.	2.30
03/26/04	ERIC HERSCHMANN Meeting with clients and co-counsel re prep; work re same.	7.50
03/29/04	MICHAEL M. FAY Work w/r/t in limine motions; review testimony, caselaw review MGE direct testimony.	4.70
03/30/04	MICHAEL M. FAY Review testimony of Dunn, Noack and Oglesby; review Murray cross outline; review Daubert research; read literature re utilities cost of capital.	6.90
03/30/04	ERIC HERSCHMANN Work re expert testimony	2.40
03/31/04	MICHAEL M. FAY Conf. with EDH re limine issues; review cost of capital literature; correspondence with C. Dodd re MGE rate strategies; review Morin textbook.	3.50

TOTAL HOURS

122.55

Southern Union Company
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INVOICE NO.: 43187

Mar 31, 2004

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PARTNER	HOURS	AMOUNT
MICHAEL M. FAY	33.70	23,253.00
ERIC HERSCHMANN	85.35	57,305.50
PARALEGAL		
SEAN K. O'SHEA	3.50	612.50

TOTAL FEES

\$81,171.00

TRAVEL EXPENSES	472.03
BUSINESS MEALS	1,786.30
DOCUMENT REPRODUCTION	367.40
DOCUMENT DELIVERY	20.82
TELEPHONE	1.72
MAILING CHARGES	.60

TOTAL COSTS

\$2,648.87

TOTAL FEES AND COSTS

\$83,819.87

FILE COPY

MISSOURI GAS ENERGY
A division of Southern Union Company

Office of Public Counsel - Missouri
DATA INFORMATION REQUEST RESPONSE

Case Number: GR-2004-0209

Data Request No 1056

Requested From: Bolin

Date Requested: 7/1/2004

Information Requested:

Please provide a list of all previous regulated utility rate cases that Missouri Gas Energy's counsel Eric Herschmann and Michael Fay have each litigated

Requested By: Mike Nosack

Information Provided:

Mr. Herschmann and Mr. Fay have not litigated any regulated utility rates cases other than the immediate proceeding. Both Mr. Fay and Mr. Herschmann have participated in numerous complex litigations

The information provided in response to the above data information request is accurate and complete, and contains no material misrepresentations or omissions, based upon present facts of which the undersigned has knowledge, information or belief. The undersigned agrees to promptly notify the requesting party if, during the pendency of Case No. GR-2004-0209 before the Commission, any matters are discovered which would materially affect the accuracy or completeness of the attached information.

Date Response Received:

Signed By:

Director, Pricing and Regulatory Affairs

Date:

7/13/04