



MISSOURI GAS ENERGY

3420 Broadway • Kansas City, MO • 64111-2404 • (816) 756-5261

December 14, 2004

Mr. Dale Hardy Roberts
Secretary and Chief Regulatory Law Judge
Missouri Public Service Commission
P.O. Box 360
200 Madison Street
Jefferson City, MO 65102-0360

RE: Case No. GR-2005-0104, Missouri Gas Energy

Dear Mr. Roberts:

Attached for filing on behalf of Missouri Gas Energy is an electronic version of P.S.C. MO. No. 1, Fifth Revised Sheet No. 24.3, canceling Fourth Revised Sheet No. 24.3. This tariff sheet bears an issue date of December 14, 2004, and a proposed effective date of January 1, 2005

By this filing, MGE proposes to make an adjustment to the Purchased Gas Adjustment (PGA) Rate as permitted under the provisions of Sheet No. 15 of MGE's tariff. MGE is proposing to adjust the Current Cost of Gas Factor (C.C.G.) and Refund Factor.

The proposed PGA rate reflects a decrease of \$0.04426 per Ccf over the PGA Rate currently in effect of \$0.87486. The change in the PGA Rate reflects a change in the C.C.G. of \$0.04822 per Ccf, from the current amount of \$0.87126 to the proposed amount of \$0.82304.

The proposed PGA Rate also reflects elimination of the refund factor.

The proposed adjustment has the net effect of decreasing revenues in MGE's service area by approximately \$25,613,797 annually. This represents an overall 5.06% decrease in revenues.

Workpapers supporting the calculations performed in developing the proposed changes have been provided this date under separate cover letter to the Commission's Staff and The Office of the Public Counsel.

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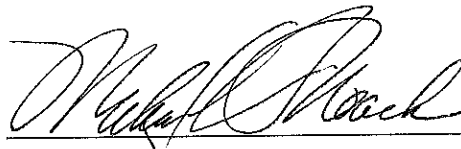
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Thank you for bringing this matter to the attention of the Commission and the appropriate Commission personnel.

Sincerely,

By:



Michael R. Noack

MRN/wpv
Enclosure

CC: The Office of Public Counsel
Jeff Keevil
General Counsel's Office