BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

In the matter of the verified application)	
and petition of Laclede Gas Company for)	Case No. GO-2007-0177
establishment of an Infrastructure)	
System Replacement Surcharge.)	

STAFF RECOMMENDATION

COMES NOW the Staff of the Commission and submits its Memorandum concerning the Infrastructure System Replacement Surcharge filed by Laclede Gas Company's (Laclede) in this case. Staff states that:

- 1. On November 3, 2006, Laclede filed its Application and Petition For Establishment of an ISRS with the Missouri Public Service Commission.
- 2. Laclede submitted its Application based upon Missouri statutory sections in Chapter 393 RSMo, authorizing Infrastructure System Replacement Surcharges (ISRS.)
- 3. Staff has reviewed the filing and agrees that the proposed surcharge is reasonably calculated and that it may become effective as early as January 2, 2007.

WHEREFORE, for the foregoing reasons, Staff respectfully requests that the Commission accept Staff's recommendations in this case, and issue its Order in accord with those recommendations.

Respectfully submitted,

/s/ Lera L. Shemwell

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Certificate of Service

I hereby certify that copies of the foregoing have been mailed, hand-delivered, or transmitted by facsimile or electronic mail to all counsel of record this 19th day of December, 2006.

/s/ Lera L. Shemwell