OF THE STATE OF MISSOURI

| In the Matter of the Application of Missouri Gas |) | |
|--|---|-------------------------|
| Energy, a Division of Southern Union Company, |) | Case No. GO-2008-0113 |
| For Approval to Change its Infrastructure System |) | Tariff No. YG-2008-0240 |
| Replacement Surcharge |) | |

ORDER SUSPENDING TARIFF, DIRECTING NOTICE AND SETTING INTERVENTION DATE

Issue Date: October 22, 2007 Effective Date: October 22, 2007

On October 17, 2007, Missouri Gas Energy, a division of Southern Union Company (MGE), filed a petition with the Missouri Public Service Commission pursuant to Sections 393.1009, 393.1012 and 393.1015, RSMo Supp. 2006; and 4 CSR 240-2.060 and 4 CSR 240-3.265. MGE requests adjustment to its rates and charges through a change to its Infrastructure System Replacement Surcharge ("ISRS") rate schedule to provide recovery of costs for infrastructure system replacement and relocations eligible for ISRS recognition. Section 393.1015.2(3), RSMo Supp. 2006, requires the Commission to act on MGE's application no later 120 days after it was filed. Consequently, the Commission must issue a decision regarding the petition effective no later than February 14, 2008.

With its application, MGE filed a tariff that would implement the surcharge effective November 17. The Commission will suspend that tariff until February 14, to allow sufficient time to review MGE's ISRS application.

Section 393.1015.1(2) requires the Commission to publish notice of MGE's filing. Therefore, notice of this application will be given to the general public and to others who may be interested, and a date set for intervention requests.

The Commission's Data Center shall mail a copy of this notice to the County Commission for each of the counties in MGE's service area. In addition, the Data Center shall mail a copy of this notice to each party in GR-2006-0422, MGE's last general rate case. The Commission's Public Information Office shall make notice of this order available to the media serving MGE's service area and to the members of the General Assembly representing MGE's service area.

IT IS ORDERED THAT:

1. The tariff sheet filed by Missouri Gas Energy, a division of Southern Union Company on October 17, 2007, and assigned tariff number YG-2008-0240, is suspended until February 14, 2008. The tariff suspended is:

P.S.C. MO. NO. 1

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- 2. The Data Center of the Missouri Public Service Commission shall serve notice as set out in the body of this order.
- 3. The Information Officer of the Missouri Public Service Commission shall serve notice as set out in the body of this order.
- 4. Any person wishing to intervene in this matter shall file an application to do so no later than November 12, 2007. Such application shall be filed with:

Secretary Missouri Public Service Commission Post Office Box 360 Jefferson City, Missouri 65102 and a copy served on:

Dean L. Cooper Brydon, Swearengen & England, P.C. 312 East Capitol P.O. Box 456 Jefferson City, Missouri 65102

and:

Office of the Public Counsel Post Office Box 2230 Jefferson City, Missouri 65102

5. This order shall become effective on October 22, 2007.

BY THE COMMISSION

Colleen M. Dale Secretary

(SEAL)

Morris L. Woodruff, Deputy Chief Regulatory Law Judge, by delegation of authority pursuant to Section 386.240, RSMo 2000.

Dated at Jefferson City, Missouri, on this 22nd day of October, 2007.