

**STATE OF MISSOURI
PUBLIC SERVICE COMMISSION**

At a session of the Public Service Commission held at its office in Jefferson City on the 12th day of April, 2016.

In the Matter of Summit Natural Gas)
of Missouri, Inc.'s Purchased Gas)
Adjustment)

File No. GR-2015-0101

In the Matter of Summit Natural Gas)
of Missouri, Inc.'s Purchased Gas)
Adjustment)

File No. GR-2015-0102

**ORDER APPROVING STIPULATION AND AGREEMENT AND
SETTING ACA BALANCE**

Issue Date: April 12, 2016

Effective Date: May 12, 2016

On December 14, 2015, the Commission's Staff filed a recommendation on the 2013-2014 Actual Cost Adjustment ("ACA") filing of Summit Natural Gas of Missouri, Inc. ("Summit").¹ Staff performed an audit of Summit's billed revenues and actual gas costs for the period between September 1, 2013, and August 31, 2014. Summit filed a response disputing certain recommendations and calculation methods endorsed by Staff.² After Staff filed a reply to Summit's filing, the Commission issued an order granting the parties' request for time to work on a resolution of the disputed issues.

¹On October 17, 2014, Summit submitted its ACA filings for the 2013-2014 period for its Northern and Southern service areas (File No. GR-2015-0101) and for the former Southern Missouri Natural Gas ("SMNG") service area (File No. GR-2015-0102). The Commission issued an order on December 22, 2014, consolidating the files, with File No. GR-2015-0101 being denominated as the lead file.

² Staff had recommended disallowances for certain gas purchases and use of transportation by Summit.

On March 16, 2016, Summit and Staff filed a *Stipulation and Agreement* resolving all outstanding issues and agreeing to the amount of adjustments to ACA account balances that Summit will use in its next ACA filing. After reviewing the *Stipulation and Agreement*, the Commission finds it to be reasonable. The Commission will approve the *Stipulation and Agreement* and set the ACA balance to be used by Summit.

THE COMMISSION ORDERS THAT:

1. The *Stipulation and Agreement* filed on March 16, 2016, is approved.
2. The signatories shall comply with the terms of the *Stipulation and Agreement*. A copy of the *Stipulation and Agreement* is attached to this order and incorporated herein.
3. Summit Natural Gas of Missouri, Inc. shall adjust its ACA account balances in its next ACA filing to reflect the following adjustments for 2013-2014:

SMNG Service Area Description (+) Under-recovery (-) Over-recovery	Ending Balances Per Filing	Commission Approved Adjustments Prior to 2013-2014	Staff Adjustments for 2013-2014 ACA	Ending Balances
Prior ACA Balance 8/31/13	(\$24,408)	\$0	\$0	(\$24,408)
Cost of Gas/Storage	\$6,672,569	(\$71,968)	\$0	\$6,600,601
Cost of Transportation	\$2,212,653	\$0	(\$3,880)	\$2,208,773
Revenues-PGA billed	(\$7,989,926)	\$0	\$0	(\$7,989,926)
ACA Approach for Interest	\$3,558	\$0	\$0	\$3,558
Total ACA Balance 8/31/14	\$874,446	(\$71,968)	(\$3,880)	\$798,598
Northern Service Area Description	Ending Balances Per Filing	Commission Approved Adjustments Prior to 2013-2014 ACA	Staff Adjustments for 2013-2014 ACA	Ending Balances
Prior ACA Balance 8/31/13	\$3,203	\$0	\$0	\$3,203
Cost of Gas/Storage	\$1,005,337	(\$1,608)	(\$5,879)	\$997,850
Cost of Transportation	\$128,249	\$0	\$0	\$128,249
Revenues-PGA Billed	(\$850,100)	\$0	\$0	(\$850,100)
Revenues Otherwise Billed	(\$12,541)	(\$5,118)	\$0	(\$17,659)
ACA Approach for Interest Calculation	\$1,614	\$0	\$0	\$1,614
Total ACA Balance 8/31/14	\$275,762	(\$6,726)	(\$5,879)	\$263,157
Southern Service Area Description (+) Under-Recovery (-) Over-Recovery	Ending Balances Per Filing	Commission Approved Adjustments Prior to 2013-2014 ACA	Staff Adjustments for 2013-2014 ACA	Ending Balances
Prior ACA Balances 8/31/13	\$19,644	\$0	\$0	\$19,644
Cost of Gas/Storage	\$1,741,331	\$0	\$0	\$1,741,331
Cost of Transportation	\$618,930	\$0	(\$3,294)	\$615,636
Revenues – PGA Billed	(\$2,116,852)	\$0	\$0	(\$2,116,852)
ACA Approach for Interest Calculation	\$1,447	\$0	\$0	\$1,447
ACA Cost Correction	\$0	\$2,952	\$0	\$2,952
Total ACA Balance 8/31/14	\$264,500	\$2,952	(\$3,294)	\$264,158

4. This order shall go into effect on May 12, 2016.
5. This file shall be closed on May 13, 2016.



BY THE COMMISSION

A handwritten signature in black ink that reads "Morris L. Woodruff".

Morris L. Woodruff
Secretary

Hall, Chm., Stoll, Kenney, and Rupp, CC., concur;
Coleman, C., absent

Burton, Senior Regulatory Law Judge.