

**STATE OF MISSOURI
PUBLIC SERVICE COMMISSION**

At a session of the Public Service Commission held at its office in Jefferson City on the 28th day of February, 2018.

In the Matter of Summit Natural Gas of)
Missouri, Inc.'s Changes to Company's) **File No. GR-2017-0126**
Purchase Gas Adjustment "PGA" Clause)

ORDER ESTABLISHING ENDING ACA BALANCES

Issue Date: February 28, 2018

Effective Date: February 28, 2018

The Commission opened this case to receive the 2015-2016 Purchased Gas Adjustment (PGA) and Actual Cost Adjustment (ACA) filings of Summit Natural Gas of Missouri, Inc. On December 11, 2017, the Staff of the Commission filed a recommendation and memorandum indicating Staff has completed an audit of the billed revenues and actual gas costs for the 2015-2016 period included in Summit's computation of its ACA balances.

Staff's recommendation and memorandum sets out the ending balances contained in Summit's ACA filing, and did not recommend any adjustments to the ending balances of the company's former SMNG service area (Rogersville and Branson Divisions) or its Northern service area (Gallatin Division). Staff did recommend a \$50 adjustment to Summit's Sothern service area (Warsaw and Lake of the Ozarks Divisions). Staff also offered some non-monetary recommendations regarding Summit's policies and practices with regard to billed revenue and actual gas cost, reliability analysis and gas supply planning, and hedging. Summit responded to Staff's non-monetary recommendations on January 25, 2018. On January 26, Staff replied to

Summit's response, indicating there are no issues that require Commission resolution and advising the Commission to establish the ending ACA balances indicated in Staff's December 11 recommendation.

After reviewing Staff's recommendations and Summit's response, the Commission concludes that Staff's ending ACA balances should be accepted as a resolution of Summit's 2015-2016 ACA audit. Because Staff's recommended balances are unopposed, the Commission will give this order a ten-day effective date.

THE COMMISSION ORDERS THAT:

1. The ending (over)/under recovery balances for Summit Natural Gas of Missouri, Inc.'s 2015-2016 Actual Cost Adjustment account balances as of August 31, 2016, are established as provided in the following tables:

SMNG Service Area Description (+) Under-recovery (-) Over-recovery	Ending Balances Per Filing	Staff Adjustments for 2015-2016 ACA	Staff Recommended Ending Balances
Prior ACA Balance 8-31-15	\$ (373,606)	\$0	\$ (373,606)
Cost of Gas/Storage	\$2,727,014	\$0	\$2,727,014
Cost of Transportation	\$2,503,639	\$0	\$2,503,639
Revenues - PGA billed	(\$5,095,761)	\$0	(\$5,095,761)
ACA Approach for Interest Calculation	\$ (4,674)	\$0	\$ (4,674)
Cash Outs	(\$42,837)	\$0	(\$42,837)
Total ACA Balance 8-31-16	(\$286,225)	\$0	(\$286,225)

Northern Service Area Description (+) Under-recovery (-) Over-recovery	Ending Balances Per Filing	Staff Adjustments for 2015-2016 ACA	Staff Recommended Ending Balances
Prior ACA Balance 8-31-15	\$48,230	\$0	\$48,230
Cost of Gas/Storage	\$397,083	\$0	\$397,083
Cost of Transportation	\$118,323	\$0	\$118,323
Revenues - PGA billed	(\$582,476)	\$0	(\$582,476)
ACA Approach for Interest Calculation	\$4	\$0	\$4
Cash Outs	6,015	\$0	\$6,015
Total ACA Balance 8-31-16	\$(12,821)	\$0	\$(12,821)

Southern Service Area Description (+) Under-recovery (-) Over-recovery	Ending Balances Per Filing	Staff Adjustments for 2015-2016 ACA	Staff Recommended Ending Balances
Prior ACA Balance 8-31-15	\$59,578	\$(50)	\$59,528
Cost of Gas/Storage	\$1,074,187	\$0	\$1,074,187
Cost of Transportation	\$671,147	\$0	\$671,147
Revenues – PGA billed	(\$1,945,494)	\$0	(\$1,945,494)
ACA Approach for Interest Calculation	\$(1,253)	\$0	\$(1,253)
Cash Outs	(\$28,292)	\$0	(\$28,292)
Total ACA Balance 8-31-16	\$(170,127)	\$(50)	\$(170,177)

2. This order shall become effective on March 10, 2018.

3. This case shall be closed on March 11, 2018.



Hall, Chm., Kenney, Rupp, Coleman, and
Silvey, CC., concur.

Dippell, Senior Regulatory Law Judge

BY THE COMMISSION

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

Morris L. Woodruff
Secretary

STATE OF MISSOURI

OFFICE OF THE PUBLIC SERVICE COMMISSION

I have compared the preceding copy with the original on file in this office and I do hereby certify the same to be a true copy therefrom and the whole thereof.

WITNESS my hand and seal of the Public Service Commission, at Jefferson City, Missouri, this 28th day of February 2018.




Morris L. Woodruff
Secretary

MISSOURI PUBLIC SERVICE COMMISSION

February 28, 2018

File/Case No. GR-2017-0126

**Missouri Public Service
Commission**

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**Summit Natural Gas of
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Enclosed find a certified copy of an Order or Notice issued in the above-referenced matter(s).

Sincerely,



**Morris L. Woodruff
Secretary**

Recipients listed above with a valid e-mail address will receive electronic service. Recipients without a valid e-mail address will receive paper service.