## MEMORANDUM

TO: Missouri Public Service Commission Official Case File,

Case No. GO-2005-0351, File No. YG-2005-0859, File No. YG-2005-1073

Laclede Gas Company

FROM: Michael J. Ensrud, Energy – Tariffs/Rate Design

/s/Warren Wood 6/7/05 /s/Lera L. Shemwell 6/8/05

Energy Department/Date General Counsel's Office/Date

SUBJECT: Staff Recommendation on the Tariff Sheets Filed in Compliance with Stipulation

and Agreement -YG-2005-1073

Staff Recommendation on the initial Tariff Sheet filed to Effectuate the Third

Reiteration of Laclede's ISRS Rates - YG-2005-0859

DATE: June 8, 2005

On April 4, 2005, Laclede Gas Company (Laclede or Company) of St. Louis, Missouri, filed a tariff sheet with the Missouri Public Service Commission (Commission) with a proposed effective date of May 5, 2005. This tariff sheet (File No YG-2005-0859) proposed to increase Laclede's ISRS rates. The Commission suspended the proposed tariff sheet on April 12, 2005. This tariff filing was suspended until August 2, 2005.

On May 31, the Commission's Energy-Tariff/Rate Design Staff (Staff) and Laclede entered into a Stipulation and Agreement that contains the following clause:

1. The undersigned parties agree that the Company shall be authorized to file a revised tariff sheet identical in form to the specimen tariff sheet set forth in Exhibit 1 hereto containing the ISRS charges for each of the Company's customer classes. For the Commission's convenience, such a tariff sheet shall be filed on this date for the Commission's concurrent consideration.

Also, on May 31, Laclede filed a revised tariff sheet with an effective date of July 1, 2005. This tariff revision was assigned File No YG-2005-1073, and reflects the ISRS rates included in the Stipulation and Agreement.

The Staff has reviewed Laclede's tariff filing YG-2005-1073 and has determined that the ISRS rates proposed are in compliance with the Stipulation and Agreement. Therefore, these ISRS rates should be allowed to go into effect on the requested July 1, 2005 effective date.

P.S.C. MO. No. 5

Fourth Revised SHEET No. 12, Canceling Third SHEET No. 12

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Staff also recommends that the tariff filing YG-2005-0859 should be rejected since these ISRS rates are superseded by the ISRS rates filed in Tariff Number YG-2005-1073.

The Staff has verified that this company has filed its annual report and is not delinquent on any assessment. Staff is not aware of any other matter before the Commission that affects or is affected by this filing; however, the following cases involving this Company are pending before this Commission:

Variances

GE-2005-0405

Other

GO-2003-0506 GO-2005-0351 GO99155xxxx

PGA/ACA

GR-2004-0273 GR-2005-0203

Rate Case

GR-2005-0284

Commission Case No. GT-2001-329 remains on appeal.

Copies: Director - Utility Operations Division

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