

**STATE OF MISSOURI
PUBLIC SERVICE COMMISSION**

At a session of the Public Service
Commission held at its office in
Jefferson City on the 7th day of
August, 2007.

In the Matter of Missouri Gas Energy)
Proposed Tariff Sheets to Administer)
Natural Gas Conservation Initiatives)

Case No. GT-2008-0005

ORDER APPROVING UNANIMOUS STIPULATION AND AGREEMENT

Issue Date: August 7, 2007

Effective Date: August 7, 2007

On July 3, 2007, Southern Union Company, d/b/a Missouri Gas Energy, filed natural gas conservation tariff sheets, claiming that the tariff complies with its commitment to file such sheets no later than June 1.¹ The tariff sheets were due to go into effect August 3, but were rejected by a separate Commission order.

On July 26, Staff, OPC and MGE filed their Unanimous Stipulation and Agreement, which included specimen tariffs. That agreement states that the parties would form an Energy Efficiency Collaborative (EEC) to oversee the design and implementation of MGE's energy efficiency programs. Further, the agreement says that MGE shall implement its high-efficiency gas water heater replacement incentive program, and that the program shall remain in place for at least 18 months unless the EEC makes a unanimous recommendation to the Commission to end it sooner.

¹ MGE had filed similar sheets in Case No. GT-2007-0477. However, because of a disagreement with Staff, MGE withdrew those sheets, and filed the tariff sheets pending in this case in an attempt to meet Staff's concerns.

Staff filed a Staff Recommendation in Support of Unanimous Stipulation and Agreement on August 2. Staff says that the specimen tariffs comport with the Commission's Report and Order in Case No. GR-2006-0422, and that they reflect the agreement that the parties reached concerning how to administer MGE's Residential Natural Gas Conservation Initiatives.

The Commission has reviewed the Unanimous Stipulation and Agreement and the verified Staff Recommendation, which is admitted into evidence. The Commission finds the stipulation and recommendation reasonable, and will approve the stipulation.

IT IS ORDERED THAT:

1. The Unanimous Stipulation and Agreement filed by the Staff of the Commission, the Office of the Public Counsel, and Southern Union Company d/b/a Missouri Gas Energy, on July 26, 2007, is approved.
2. Southern Union Company d/b/a Missouri Gas Energy shall expeditiously file tariff sheets in this case that are identical to the specimen tariff sheets affixed to the aforementioned Unanimous Stipulation and Agreement.
3. This order shall become effective on August 7, 2007.

BY THE COMMISSION



Colleen M. Dale
Secretary

(S E A L)

Davis, Chm., Murray, Gaw, Clayton,
and Appling, CC., concur.

Pridgin, Senior Regulatory Law Judge