

**BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF MISSOURI**

In the Matter of the Application of Missouri Gas)	
Energy, a Division of Southern Union Company,)	<u>File No. GO-2011-0269</u>
for Approval to Change its Infrastructure System)	Tariff No. YG-2011-0563
Replacement Surcharge)	

STAFF'S RESPONSE TO ORDER

COMES NOW the Staff of the Missouri Public Service Commission (Staff), by and through counsel, and for its *Response to Commission Order*, states Staff supports approval of the revised tariffs filed by Southern Union Company d/b/a Missouri Gas Energy (MGE), and further states:

1. On April 25, 2011, Staff submitted its *Recommendation* to the Commission on MGE's Infrastructure System Replacement Surcharge (ISRS).

2. On April 26, 2011, MGE filed its *Notice of Agreement*, informing the Commission that MGE accepts and is in agreement with Staff's April 25, 2011 *Recommendation*.

3. On May 11, 2011, MGE filed a proposed tariff sheet, P.S.C. MO No. 1 Twelfth Revised Sheet No. 10, cancelling P.S.C. MO. No. 1 Eleventh Revised Sheet No. 10, assigned Commission tracking No. YG-2011-0563. MGE also filed a *Motion for Expedited Treatment* seeking the Commission authority for the proposed tariff sheet to go into effect on June 10, 2011.

4. On May 11, 2011, the Commission issued an *Order Determining ISRS Amounts, Rejecting Tariffs, and Directing the Filing of Tariffs*. This Order authorized MGE to establish an ISRS to recover annual revenue of \$3,308,062.

5. On May 11, 2011, the Commission issued an *Order Directing Filing*, directing Staff to file recommendation no later than May 17, 2011.

6. Staff has examined MGE's revised substitute tariff sheets as listed in paragraph 3 and recommends approval of the revised tariff sheet as in compliance with the Commission's *Order*. See Attached *Affidavit Of Michael Ensrud*.

WHEREFORE, Staff supports the revised tariff sheet filed by MGE in Tariff File No. YG-2011-0563 and recommends approval of this tariff sheet, as set out below:

P.S.C. MO No. 1 Twelfth Revised Sheet No. 10, cancelling P.S.C. MO. No. 1 Eleventh Revised Sheet No. 10.

Respectfully submitted,

/s/ Jaime N. Ott

Jaime N. Ott

Assistant Staff Counsel

Missouri Bar No. 60949

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Certificate of Service

I hereby certify that copies of the foregoing have been mailed, hand-delivered, transmitted by facsimile or electronically mailed to all counsel of record this 16th day of May 2011.

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OF THE STATE OF MISSOURI

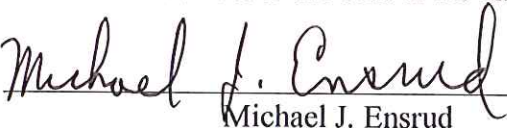
In the Matter of the Application of Missouri Gas)
Energy, a Division of Southern Union)
Company, for Approval to Change its)
Infrastructure System Replacement Surcharge)

Case No. GO-2011-0269
File No. YG-2011-0563

AFFIDAVIT OF MICHAEL J. ENSRUD

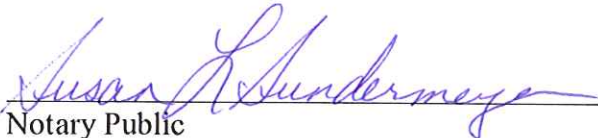
STATE OF MISSOURI)
) ss
COUNTY OF COLE)

COMES NOW Michael J. Ensrud, being of lawful age, and on his oath states the following: (1) that he is the Rate and Tariff Examiner in the Tariff/Rate Design Section of the Energy Department of the Missouri Public Service Commission; (2) that he participated in the review of tariff sheet PSC MO NO. 1. 12th Revised Sheet No. 10; and (3) that the tariff sheet set forth in Number Item 2 is true and correct to the best of his knowledge, information and belief.



Michael J. Ensrud
Rate & Tariff Examiner
Water and Sewer Department

Subscribed and sworn to before me this 13th day of May, 2011.



Notary Public

SUSAN L. SUNDERMEYER Notary Public - Notary Seal State of Missouri Commissioned for Callaway County My Commission Expires: October 03, 2014 Commission Number: 10942086
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