STATE OF MISSOURI PUBLIC SERVICE COMMISSION

At a session of the Public Service Commission held at its office in Jefferson City on the 24th day of February, 2010.

In the Matter of Missouri Gas Energy and Its Tariff)
Filing to Implement a General Rate Increase for)
Natural Gas Service)

File No. GR-2009-0355

ORDER DENYING MOTION FOR CLARIFICATION

Issue Date: February 24, 2010 Effective Date: February 24, 2010

On February 10, 2010, the Commission issued its Report and Order. On February 19, MGE filed a Motion for Clarification. MGE asks that the Commission clarify its February 10 Report and Order as to the carrying cost rate applicable to the regulatory asset associated with MGE's energy efficiency programs.

MGE states that the same carrying cost should be applied to unexpended funds and to future company-funding accounted for as a regulatory asset. OPC objects, stating that the record contains no evidence to support MGE's theory.

The Commission agrees with OPC's assertion. MGE's request for clarity should have been raised in MGE's rebuttal testimony to OPC's direct testimony. Because MGE did not raise an interest rate to a deferral account as an issue in the case, there is nothing for the Commission to clarify.

THE COMMISSION ORDERS THAT:

1. The Motion for Clarification filed by Missouri Gas Energy is denied.

2. This order shall become effective upon issuance.

BY THE COMMISSION

Steven C. Reed Secretary

(SEAL)

Clayton, Chm., Gunn and Kenney, CC., concur. Davis and Jarrett, CC., dissent.

Pridgin, Senior Regulatory Law Judge