MEMORANDUM

TO: Missouri Public Service Commission Official Case File,

Case No. GR-2009-0355, File No. YG-2010-0500 Missouri Gas Energy

FROM: Tom Imhoff, Energy Department - Tariffs/Rate Design

/s/ Thomas M. Imhoff 02/22/10 /s/ Lera Shemwell 02/22/10

Energy Department/Date General Counsel's Office/Date

SUBJECT: Staff Recommendation On Missouri Gas Energy's Tariff Sheets Filed to Comply with the

Commission's Report And Order And Motion For Expedited Treatment

DATE: February 22, 2010

On February 10, 2010, the Missouri Public Service Commission (Commission) issued its Report and Order (Order) in Case No. GR-2009-0355. This Order approved a natural gas general rate increase for certain customers of Missouri Gas Energy (MGE or Company).

MGE filed tariff sheets and a Motion For Expedited Treatment (Motion) on February 16, 2010 to comply with the Order. On February 22, 2010, MGE filed substitute tariff sheets that were related to typographical errors and rates that reflect the Commission's approval of the Stipulation.

In its letters of transmittal accompanying the February 16, 2010 and the substitute February 19, 2010 compliance filings, MGE is requesting an effective date of February 28, 2010, which would be less than the standard 30-day period, but which complies with the effective date of the Commission's Order.

The Commission's Energy Department - Tariffs/Rate Design Staff (Staff) has reviewed each of the tariff sheets, as filed by MGE on February 16, 2010, as substituted on February 22, 2010, and is of the opinion that these sheets are in compliance with the Commission's Order. Staff is also of the opinion that good cause for approval of these tariff sheets on less than thirty days notice is demonstrated by the Commission's Order. Therefore, Staff recommends that the set of tariff sheets designated P.S.C. MO. No. 1, February 16, 2010, and as substituted on February 22, 2010, be approved and to become effective on and after February 28, 2010.

P.S.C. MO. No. 1

Fifth Revised SHEET No. 2, Canceling Fourth Revised SHEET No. 2 Tenth Revised SHEET No. 10, Canceling Ninth Revised SHEET No. 10 Fifth Revised SHEET No. 24, Canceling Fourth Revised SHEET No. 24 Sixth Revised SHEET No. 24.1, Canceling Fifth Revised SHEET No. 24.1 Fifth Revised SHEET No. 24.2, Canceling Fourth Revised SHEET No. 24.2 Eighth Revised SHEET No. 25, Canceling Seventh Revised SHEET No. 25 Second Revised SHEET No. 27, Canceling First Revised SHEET No. 27 Eighth Revised SHEET No. 28, Canceling Seventh Revised SHEET No. 28 Third Revised SHEET No. 30, Canceling Second Revised SHEET No. 30 Eighth Revised SHEET No. 31, Canceling Seventh Revised SHEET No. 31 Third Revised SHEET No. 38, Canceling Second Revised SHEET No. 38 Fifth Revised SHEET No. 40, Canceling Fourth Revised SHEET No. 40 Third Revised SHEET No. 41, Canceling Second Revised SHEET No. 41

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Eighth Revised SHEET No. 42, Canceling Seventh Revised SHEET No. 42 Fourth Revised SHEET No. 54, Canceling Third Revised SHEET No. 54 Third Revised SHEET No. 55, Canceling Second Revised SHEET No. 55 Fourth Revised SHEET No. 56, Canceling Third Revised SHEET No. 56 Third Revised SHEET No. 57, Canceling Second Revised SHEET No. 57 Fourth Revised SHEET No. 58, Canceling Third Revised SHEET No. 58 First Revised SHEET No. 58.1, Canceling Original SHEET No. 58.1 First Revised SHEET No. 58.2, Canceling Original SHEET No. 58.2 First Revised SHEET No. 58.3, Canceling Original SHEET No. 58.3 First Revised SHEET No. 58.4, Canceling Original SHEET No. 58.4 Second Revised SHEET No. 59.1, Canceling First Revised SHEET No. 59.1 Third Revised SHEET No. 61.2, Canceling Second Revised SHEET No. 61.2 Second Revised SHEET No. 61.4, Canceling First Revised SHEET No. 61.4 Third Revised SHEET No. 62, Canceling Second Revised SHEET No. 62 Original SHEET No.62.1 Ninth Revised SHEET No. 76, Canceling Eighth Revised SHEET No. 76 Seventh Revised SHEET No. 77, Canceling Sixth Revised SHEET No. 77 Fifth Revised SHEET No. 83, Canceling Fourth Revised SHEET No. 83 Third Revised SHEET No. 93, Canceling Second Revised SHEET No. 93 Eighth Revised SHEET No. 94, Canceling Seventh Revised SHEET No. 94 Fourth Revised SHEET No. 95, Canceling Third Revised SHEET No. 95 Seventh Revised SHEET No. 98, Canceling Sixth Revised SHEET No. 98 Seventh Revised SHEET No. 99, Canceling Sixth Revised SHEET No. 99 First Revised SHEET No. 103, Canceling Original SHEET No. 103 First Revised SHEET No. 103.1, Canceling Original SHEET No. 103.1 First Revised SHEET No. 103.2, Canceling Original SHEET No. 103.2 Second Revised SHEET No. 103.3, Canceling First Revised SHEET No. 103.3 Third Revised SHEET No. R-20, Canceling Second Revised SHEET No. R-20 First Revised SHEET No. R-39, Canceling Original SHEET No. R-39 Fourth Revised SHEET No. R-87, Canceling Third Revised SHEET No. R-87

First Revised SHEET No. 41.1, Canceling Original SHEET No. 41.1

The Staff has verified that MGE 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.

BEFORE THE PUBLIC SERVICE COMMISSION

OF THE STATE OF MISSOURI

In the Matter of Missouri Gas Energy and Its Tariff Filing to Implement a General Rate Increase for Natural Gas Service)))	Case No. GR-2009-0355	
Service)		

AFFIDAVIT OF THOMAS M. IMHOFF

STATE OF MISSOURI)
) ss
COUNTY OF COLE)

Thomas M. Imhoff, of lawful age, on oath states: that he participated in the preparation of the foregoing Staff Recommendation in memorandum form, to be presented in the above case; that the information in the Staff Recommendation was provided to him; that he has knowledge of the matters set forth in such Staff Recommendation; and that such matters are true to the best of his knowledge and belief.

Thomas M. Imhoff

Subscribed and sworn to before me this 22rd day of February, 2010.

NOTARY OF MIST

SUSAN L. SUNDERMEYER
My Commission Expires
September 21, 2010
Callaway County
Commission #06942086

Wotary Public