



MISSOURI GAS ENERGY

3420 Broadway - Kansas City, MO - 64111-2404 - (816) 756-5261

May 16, 2008

Secretary of the Commission
Missouri Public Service Commission
P.O. Box 360
200 Madison Street
Jefferson City, MO 65102-0360

RE: Case No. GR-2007-0256, Missouri Gas Energy

Attached for filing on behalf of Missouri Gas Energy is an electronic version of P.S.C. MO. No. 1, Sixteenth Revised Sheet No. 24.3, canceling Fifteenth Revised Sheet No. 24.3. This tariff sheet bears an issue date of May 16, 2008, and a proposed effective date of June 3, 2008.

By this filing, MGE proposes to make an adjustment to the Purchased Gas Adjustment (PGA) Rate as permitted under the provisions of Sheet No. 15 of MGE's tariff. MGE is proposing to adjust the Current Cost of Gas Factor (C.C.G.).

The proposed PGA Rate of \$1.04107 reflects an increase of \$0.21986 per Ccf over the PGA Rate currently in effect of \$0.82121. The change in the PGA Rate reflects an increase in the C.C.G. Factor of \$0.21986 per Ccf, from the current C.C.G Factor of \$0.83675 to the proposed amount of \$1.05661.

The proposed adjustment has the overall net effect of increasing revenues in MGE's service area by approximately \$127,235,639 annually. This represents an overall 26.77% increase in revenues.

Workpapers supporting the calculations performed in developing the proposed changes have been provided this date under separate cover letter to the Commission's Staff and The Office of the Public Counsel.

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Please forward copies of any Commission order or notice associated with this filing to:

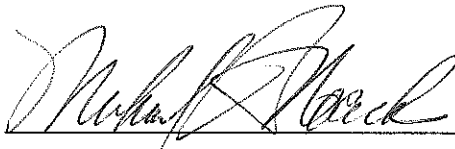
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Thank you for bringing this matter to the attention of the Commission and the appropriate Commission personnel.

Sincerely,

By:

A handwritten signature in dark ink, appearing to read "Michael R. Noack", is written over a horizontal line.

Michael R. Noack

MRN/wpv
Enclosure

CC: The Office of Public Counsel
General Counsel's Office

Missouri Gas Energy,
a Division of Southern Union Company
Name of Issuing Corporation

For: All Missouri Service Areas
Community, Town or City

PURCHASED GAS COST ADJUSTMENT
PGA

X. SUMMARY STATEMENT

<u>Customer</u> <u>Class</u>	<u>C.C.G.</u>	<u>A.C.A</u>	<u>T.O.P.</u>	<u>T.C.</u>	<u>P.G.A.</u> <u>Rate</u>
Residential	\$1.05661	(\$0.01554)	\$0.00000	\$0.00000	\$1.04107
Small General Service	\$1.05661	(\$0.01554)	\$0.00000	\$0.00000	\$1.04107
Large General Service	\$1.05661	(\$0.01554)	\$0.00000	\$0.00000	\$1.04107
Unmetered Gas Light (1)	\$1.05661	(\$0.01554)	\$0.00000	\$0.00000	\$1.04107
Large Volume Sales (3)	\$1.05661	(\$0.01554)	\$0.00000	\$0.00000	\$1.04107
Large Volume Trans. (2)(4)	\$0.12075	\$0.00000	\$0.00000	\$0.00000	\$0.12075

- 1 Each Unmetered Gaslight Unit is equal to 15 Ccf.
- 2 Demand related purchase gas costs of \$0.60595 per Ccf of contract demand and \$0.01992 per Ccf of daily demand for authorized sales in excess of the contract demand are directly chargeable to customers on this rate.
- 3 Applies to Sales Service only.
- 4 Firm transportation charges to be included in the monthly cash out reconciliation. Applies to Transportation Service, Intrastate Transportation Service and Whiteman Air Force Base.

DATE OF ISSUE: May 16, 2008
month day year

DATE EFFECTIVE: June 3, 2008
month day year

ISSUED BY: Michael R. Noack Director, Pricing and Regulatory Affairs
Missouri Gas Energy, Kansas City, Missouri 64111