

**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,	)	
for Approval to Change Its Infrastructure System	)	Case No. GO 2011-0003
Replacement Surcharge.	)	

**NOTICE OF AGREEMENT**

COMES NOW Southern Union Company, d/b/a Missouri Gas Energy, (MGE or Applicant), and hereby notifies the Missouri Public Service Commission (Commission) of MGE's Agreement with the Staff Recommendation:

1. On August 31, 2010, the Commission Staff ("Staff") filed a Staff Recommendation that described Staff's review of MGE's Application and Petition.

2. The Staff recommended that the Commission issue an order that:

- Rejects the ISRS tariff sheet (YG-2011-0011) filed by MGE on July 2, 2010;
- Approves the Staff's determination of the incremental ISRS surcharge revenues in the amount of annual pre-tax revenue increase of \$1,379,866;
- Authorizes MGE to file an ISRS rate for each customer class as reflected in Appendix B; and
- Approve MGE's request for waiver from Commission Rule 4 CSR 240-3.265(14) (requiring monthly ISRS calculations based on customer numbers reported in the most recent annual report) by allowing MGE to use those customer numbers and classes utilized to set rates in Case No. GR-2009-0355.

3. Having reviewed the August 31, 2010 Staff Recommendation, MGE hereby notifies the Commission that it accepts, and is in agreement with, the above recommendations and rates. MGE asks that the Commission issue an order as requested by the Staff. MGE's agreement

with the recommendations and rates, however, should not be interpreted as agreement with all of the underlying methodologies used by the Staff. MGE reserves the opportunity to challenge those methodologies in future cases if differences should become material.

WHEREFORE, MGE respectfully requests that the Commission consider this Notice of Agreement and, thereafter, issue an order consistent with the Staff Recommendation.

Respectfully submitted,

/s/ Todd J. Jacobs

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ATTORNEYS FOR SOUTHERN UNION  
COMPANY, d/b/a MISSOURI GAS ENERGY

## CERTIFICATE OF SERVICE

The undersigned certifies that a true and correct copy of the foregoing document was sent by electronic mail on August 31, 2010 to the following:

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/s/ Todd J. Jacobs