



MISSOURI GAS ENERGY

3420 Broadway • Kansas City, MO • 64111-2404 • (816) 360-5755

ROBERT J. HACK
Vice President, Pricing & Regulatory Affairs

October 27, 2000

~~RECEIVED~~

~~OCT 30 2000~~

~~Records
Public Service Commission~~

FILED

OCT 30 2000

Missouri Public
Service Commission

VIA FAX & FEDERAL EXPRESS

Mr. Dale Hardy Roberts
Secretary and Chief Regulatory Law Judge
Missouri Public Service Commission
P.O. Box 360
200 Madison Street
Jefferson City, MO 65102-0360

RE: Case No. GR-2000-425, Missouri Gas Energy

Dear Mr. Roberts:

Enclosed as a substitute tariff sheet filing on behalf of Missouri Gas Energy are an original and three (3) copies of P.S.C. MO. No. 1, First Revised Sheet No. 24.32, canceling Original Sheet No. 24.32. This substitute filing is made at the request of the Commission's Staff to change the commodity cost component from an unadjusted NYMEX-based price to a price based on the Williams first of the month index. In addition, MGE is removing the price stabilization charge to be consistent with the Commission's orders in Case Nos. GO-2000-231 and GO-2001-215.

The new PGA rate proposed in this substitute filing is \$0.68056 per Ccf; the PGA Rate currently in effect is \$0.53599. The proposed change in the PGA Rate reflects a increase of 0.14457 per Ccf. The change in the PGA Rate reflects a change in the C.C.G. of \$0.11555 per Ccf, from the current amount of \$0.56131 to the proposed amount of \$0.67686.

The proposed adjustment in this substitute filing has the net effect of increasing revenues in MGE's service area by approximately \$96,878,280 annually. This represents an overall 26.97% increase in revenues.

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

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

Sincerely,

CC: The Office of Public Counsel
Mike Langston
Jay Cummings
Gary W. Duffy
Ken Hubbard
Jeff Keevil

200100451

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

For: All Missouri Service Areas
 Community, Town or City

FIXED COMMODITY PRICE PGA
FCP

XIV. SUMMARY STATEMENT

Customer Class	C.C.G.	A.C.A	Refund	I.O.P.	I.C.	P.G.A. Rate
Residential	\$0.67686	\$0.01830	(\$0.01460)	\$0.00000	\$0.00000	\$0.68056
Small General Service	\$0.67686	\$0.01830	(\$0.01460)	\$0.00000	\$0.00000	\$0.68056
Large General Service	\$0.67686	\$0.01830	(\$0.01460)	\$0.00000	\$0.00000	\$0.68056
Unmetered Gas Light (1)	\$0.67686	\$0.01830	(\$0.01460)	\$0.00000	\$0.00000	\$0.68056
Large Volume Sales (3)	\$0.67686	\$0.01830	\$0.00000	\$0.00000	\$0.00000	\$0.69516
Large Volume Trans. (2)(4)					\$0.00000	\$0.00000

- 1 Each Unmetered Gaslight Unit is equal to 15 Ccf.
- 2 Demand related purchase gas costs of \$0.66255 per Ccf of contract demand and \$0.02179 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 Applies to Transportation Service, Intrastate Transportation Service and Whiteman Air Force Base.

DATE OF ISSUE: October 17, 2000
 month day year

DATE EFFECTIVE: November 1, 2000
 month day year

ISSUED BY: Robert J. Hack Vice President, Pricing and Regulatory Affairs
 Missouri Gas Energy, Kansas City, Missouri 64111