October 27, 2006

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

## RE: Case No. GR-2006-0291, Missouri Gas Energy

Attached for filing on behalf of Missouri Gas Energy is an electronic version of P.S.C. MO. No. 1, Eleventh Revised Sheet No. 24.3, canceling Tenth Revised Sheet No. 24.3. This tariff sheet bears an issue date of October 27, 2006, and a proposed effective date of November 10, 2006.

By this filing, MGE proposes to make its scheduled November 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.) and Actual Cost Adjustment Factor (A.C.A.).

The proposed PGA rate of \$.88345 while reflecting an increase of \$0.02809 per Ccf over the PGA Rate currently in effect of \$0.85536 is a reduction of 24.34% from the PGA in effect on November 1, 2005. The change in the PGA Rate reflects a change in the C.C.G. of \$0.07277 per Ccf, from the current amount of \$0.89166 to the proposed amount of \$.96443.

The proposed PGA Rate also reflects a change to the A.C.A. Factor in the amount of (\$0.04468) per Ccf, from the current A.C.A Factor of (\$0.03630) to the proposed A.C.A. Factor of (\$0.08098).

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,

Michael R. Noack

MRN/wpv Enclosure

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