

BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF MISSOURI

In the Matter of Missouri Gas Energy's Tariffs)
Increasing Rates for Gas Service Provided to) Case No. GR-2006-0422
Customers in the Company's Missouri)
Service Area.)

**CONCURRENCE OF MISSOURI GAS ENERGY WITH STAFF REVENUE
REQUIREMENT IMPACT SCENARIO**

COMES NOW Missouri Gas Energy ("MGE") and, with respect to Staff's Response to Order Directing Scenarios ("Response"), states as follows:

1. On March 12, 2007, Staff filed its Response in the captioned proceeding. MGE concurs in the Summary of Staff Response to MoPSC Scenario Order presented in tabular form. For the sake of clarification, however, MGE reminds the Commission that the approval of a straight-fixed variable rate design essentially moots the revenue impact of the weather normalization adjustment for the residential class. The other rate classes would, however, be impacted by the difference in the 30-year versus 10-year weather normalization adjustment because of the remaining dependence on volumetric billing determinants necessary to reflect the adjustment in rate design.

BRYDON, SWEARENGEN & ENGLAND

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