BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

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In the Matter of the Application of Missouri Gas Energy, an operating unit of Laclede Gas Company, for approval to Change its Infrastructure System Replacement Surcharge

File No. G0-2015-0179

MGE'S RESPONSE TO ORDER DIRECTING FILING OF CUSTOMER NOTICES

COMES NOW Missouri Gas Energy ("MGE"), an operating unit of Laclede Gas Company, and pursuant to Section 3.265 of the Rules of the Missouri Public Service Commission ("Commission") respectfully states as follows:

1. On January 30, 2015, MGE filed an application to change its ISRS, which had been established effective October 18, 2014 by Commission order in Case No. GR-2015-0025.

2. On February 3, 2015, the Commission issued an order in this case directing MGE to file sample customer notices as required by Commission Rule 3.265. Commission Rule 3.265(9) requires natural gas utilities to seek Commission approval of ISRS customer notices and its bill description following the filing of an application to establish an ISRS. In effect, at the time a utility proposes to first establish an ISRS, this rule provides for the Commission to consider the initial notice, the annual notice and the bill description that the utility will use during the life of the ISRS and all changes thereto.

3. Accordingly, in establishing an ISRS in Case No. GR-2015-0025, MGE obtained commission approval of its ISRS notices and bill description. MGE is attaching hereto the customer notices and bill description approved by the Commission in Case No. GR-2015-0025 and requests that the Commission

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consider this submission to constitute compliance with the February 3 Order and the requirements of Commission Rule 3.265(9).

WHEREFORE, MGE respectfully requests that the Commission accept this

filing as complying with the Commission's February 3 Order and the requirements of

Commission Rule 3.265(9).

Respectfully Submitted,

Isl **Rick E. Zucker** Rick E. Zucker #49211 Associate General Counsel Laclede Gas Company dba MGE 700 Market Street, 6th Floor St. Louis, MO 63101 (314) 342-0533 (telephone) (314) 421-1979 (fax) E-mail:rick.zucker@thelacledegroup.com

CERTIFICATE OF SERVICE

The undersigned certifies that a true and correct copy of the foregoing Response was served on the General Counsel of the Staff of the Missouri Public Service Commission and the Office of the Public Counsel on this 19th day of February, 2015 by hand-delivery, fax, electronic mail or United States mail, postage prepaid.

/s/ Marcia Spangler

Marcia Spangler

Infrastructure System Replacement Surcharge

The Infrastructure System Replacement Surcharge (ISRS), as approved by the Missouri Public Service Commission (MPSC), recovers the cost of local, state and federal government-mandated public improvement projects not included in MGE's rates.

These projects include safety line replacements made to comply with requirements of the MPSC and facility relocations required by municipalities, such as road-widenings.

By utilizing the ISRS, MGE recovers over time the costs associated with these government-mandated projects, which should reduce the frequency of expensive general rate cases in the future.

(Please See Other Side)

ISRS, as authorized by Missouri law (sections 393.1009, 393.1012 and 393.1015 RSMo.), is subject to review and approval by the Missouri Public Service Commission and may be adjusted periodically. The order approving the following monthly surcharge is effective ______

Residential Customers\$ Small General Service Customers

Large General Service Customers \$

Large Volume Customers\$

Please note: taxes applicable to the ISRS are shown on the bill as "ISRS taxes".

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Phone: (816) 756-5252 or (800) 582-1234 Meter Reading Information Period Read Reading Press CCF Days CCF Poriod Dates Pattor Used Days Day							Deposit Held: Statement Print Date: December 27, 2012 Service Period: 11/20/12 to 12/20/12			ł	
Current Previous	12/20/12 9240 1.0000 288 30 9.600 11/20/12 8952 Billed CCF Usage Par Month 450 300					Day 9.600	Billing information: Previous Balance Payment Received Balance Forward:	\$213. (\$213.		Thank you	\$0.00
					•••••		Meter Number: 03367140 Current MGE Service Cha Fixed Monthly Charge ISRS			\$40.27	
		JAN 12	APR 12 FEB 12	JUN 12	CCT 12	DEC 12	Cost of Gas Charge: 288.00 CCF @ \$0.60 Fee & Tax Total: City Franchise Fee City Tax County Tax State Tax	\$16. \$5. \$3. \$9.	06 34 73 02	\$174.15 \$34.32	
	L						ISRS Tax Total Current Charges:	\$0.	.17		\$248.74

Please pay by 01/21/13

"YOU SMELL NATURAL GAS, LEAVE THE PREMISES AND CALL US (1-800-582-0000) FROM A NEIGHBOR'S PHONE. WE WILL CHECK IT OUT DAY OR NIGH

Detach and mall this portion with your payment. Please make checks payable to MGE and please do not mail cash. Paystations require bill when paying.

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Account Number:

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TO**MIXED AADC 640

Please pay by 01/21/13 \$248.74 For payments received after 01/21/13 please pay \$249.89

\$248.74

Amount Enclosed: \$ _____

Thank you for your prompt payment.

70746694870000248740000248740000249896

Amount Enclored: É

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Understanding Your Bill

Compressi APPENDIX F PAGE 2 OF 2

Current MGE Service Charge is the total of:

Fixed Monthly Charge:

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Fixed amount per month to recover costs associated with delivering natural gas; includes items such as bill processing, service line maintenance, meter reading, facilities, equipment, personnel, etc.

Volumetric Delivery Charge (not applicable to all customer classes): a per-unit of gas (CCF) charge; amount on bill will fluctuate with usage.

ISRS (Infrastructure Replacement Surcharge):

Charge to recover cost of government-mandated infrastructure system replacements not currently included in MGE's rates. The ISRS, as authorized by Missouri law (sections 393.1009, 393. 1012 and 393.1015 RSMo.), is subject to review by the Missouri Public Service Commission and may change periodically. Applicable taxes are shown separately on the bill as "ISRS Taxes".

Miscellaneous Charges:

Include but are not limited to collection charges, reconnect charges and return check charges, etc.

Cost of Gas Charge:

Cost paid by MGE for natural gas used by customers, plus related storage and transportation costs; amount on bill will fluctuate based on usage; per CCF charge may change up to 4 times per year.

Fee and Tax Total:

City Franchise Fee:

Reflects tax levied by local municipalities which MGE collects and then passes on to those respective cities. Fee varies from city to city and is usually a percentage based on a customer's gas bill.

City, County, State & ISRS taxes are also displayed here.

Other Charges and Credits:

May include contributions to Neighbors Helping Neighbors and certain other special billing adjustments.

ABC Amount (For participating customers only):

The Average Bill Calculation (ABC) plan charge; bill also will show ABC Account Balance after payment, which reflects the difference between actual charges for gas used and ABC Plan charges to date.

Non-ABCAmount:

If applicable, separate Miscellaneous Charges, ISRS charges and Other Charges and Credits, defined above, which may fluctuate over time.

Definitions:

CCF = 100 Cubic Feet; natural gas is sold according to the volume of gas used; MGE measures gas in cubic feet.

Pressure Factor: If applicable, this factor is used to convert metered gas volume to actual gas volume delivered (gas volumes can vary depending on local atmospheric pressure or increased delivery pressure).

Returned Checks: Checks returned for insufficient or uncollected funds are subject to electronic presentation without further notice.

Payment Alternatives

----- Go to www.missourigasenergy.com to make Website -----payments by check or credit card

- area) to make payments by check or credit card
- ----- Call 1-800-582-1234 (756-5252 in the KC Metro Pay Station ----area) or visit our website to find walk-in locations in your area

<u>El cargo actual de servicios ?</u> Cargo fijo mensual:

- Cantidad fija por mes que recupera los costos asociados al suministro de gas natural; incluye elementos tales como el proceso de lacturación, mantenimiento de la línea de servicio, lectura del medidor, instalaciones, equipos, personal, etc.
- Cargos por Suministro Volumétrico (no es aplicable a todos los tipos de clientes): Cargos por unidad de gas (CCF); la cantidad facturada fluctuará con el uso.
- Recargo por Reemplazo de Infraestructura (ISRS, su sigla en inglés): Cargo para recuperar el costo de reemplazos de sistemas de infraestructura impuestos por el gobierno, no incluidos en las tarifas actuales de MGE. El ISRS tal como lo autoriza la ley de Missouri (secciones 393.1009, 393.1012 and 393.1015 RSMo) está sujeto a revisión por la Comisión de Servicios Públicos de Missouri y podría cambiar periódicamente. Los impuestos correspondientes son mostrados por separado en la factura como "Impuestos ISRS".

Cargos Varios:

Incluyen, pero no se limitan a cargos de cobranza, cargos de reconexión, y cargos por cheques rechazados, etc.

Cargos de Costa del Gas:

Costo pagado por MGE por el gas natural usado por los clientes, más los costos asociados de transporte y almacenamiento; las cantidades facturadas fluctuarán basadas en el uso; por cargos CCF podrian cambiar hasta 4 veces por año.

Total de Tasas e Impuestos:

Tasa de concesión de la Ciudad:

Refleja el gravamen de los impuestos de las municipalidades locales, el cual recauda MGE y luego lo pasa a las ciudades correspondientes, La tasa varía de ciudad a ciudad y generalmente es un porcentaje basado en la factura de gas del cliente.

Los impuestos de Ciudad, Condado, Estado e ISRS también se muestran aquí.

Otros Cargos v Créditos:

Podrían incluir Vecinos ayudando a Vecinos y otros ajustes específicos de facturación especial.

Cantidad ABC (Sólo para clientes participantes):

Cargo del plan Cálculo de Factura Promedio (ABC, su sigla en inglés); la factura también muestra el Saldo de Cuenta ABC después del pago, el cual refleja la diferencia entre los cargos reales por el gas usado y los cargos hasta el momento del Plan ABC.

Cantidades No-ABC:

Si se aplica, varios cargos por separado, y demás cargos y créditos definidos arriba, podrían fluctuar con el tiempo.

Definiciones:

CCF = 100 Pies Cúbicos; el gas natural es vendido de acuerdo al volumen de consumo de gas; MGE mide el gas en pies cúbicos,

Factor de Presión: si se aplica, este factor es usado para convertir volumen de gas medido a volumen de gas real suministrado (los volúmenes de gas pueden varias dependiendo de la presión atmosférica local o presión de suministro aumentada).

Cheques Rechazados: los cheques rechazados por fondos insuficientes o incobrables están sujetos a la presentación electrónica sin más notificaciones.

Alternativas de Pago

- Sitio Web------ Ir a www.mlssourigasenergy.com para realizar pagos con cheque o tarjeta de crédito
- metropolitana de KC) para realizar pagos con cheque o tarjeta de crédito
- Estación de Pago ----- llamar al 1-800-582-1234 (756-5252 en el área metropolitana de KC) o visitar nuestro sitio Web para encontrar una estación cercana a su área.