

**STATE OF MISSOURI
PUBLIC SERVICE COMMISSION
JEFFERSON CITY
April 29, 1999**

CASE NO: GR-99-304

Office of the Public Counsel
P.O. Box 7800
Jefferson City, MO 65102

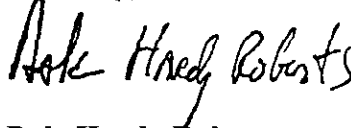
General Counsel
Missouri Public Service Commission
P.O. Box 360
Jefferson City, MO 65102

Robert J. Hack
Missouri Gas Energy
3420 Broadway
Kansas City, MO 64111

Jeffrey A. Keevil
Stewart & Keevil, L.L.C.
Cherry Street Centre
1001 Cherry Street, Suite 302
Columbia, MO 65201

Enclosed find certified copy of ORDER in the above-numbered case(s).

Sincerely,



Dale Hardy Roberts
Secretary/Chief Regulatory Law Judge

Uncertified Copy:

Tina Monaldo
335 North Washington, Suite 130
Corporate Square, PO Box 728
Hutchinson, KS 67504-0728

BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF MISSOURI

In the matter of Missouri Gas Energy's Purchased)
Gas Adjustment factors to be reviewed in its) Case No. GR-99-304
1998-1999 Actual Cost Adjustment.)

CORRECTION ORDER APPROVING INTERIM RATES

Missouri Gas Energy (MGE or Company), a division of Southern Union Company, of Kansas City, Missouri, submitted a tariff sheet to the Commission on April 2, 1999, carrying an effective date of May 1, 1999. The tariff sheet was filed to reflect scheduled changes in MGE's Purchased Gas Adjustment (PGA) factor as a result of changes in the cost of natural gas for the upcoming summer season. Additionally, this tariff filing reflected changes in the refund, take or pay and transition cost factors, as well as termination of the Price Stabilization Charge. A Staff memorandum was filed on April 14, 1999 recommending approval. On April 19, 1999, the Commission issued its Order Approving Interim Rates (Order) approving the Eleventh Revised SHEET No. 24.7 and canceling the Tenth Revised SHEET No. 24.7 as filed on April 2, 1999.

Subsequent to the issuance of the Order, but prior to the effective date of the tariff, a typographical error was discovered in the Large Volume Transportation T. C. Factor (Factor) contained on the tariff sheet approved by the Order. The Eleventh Revised SHEET No. 24.7 contained a Factor of \$0.00891 per Ccf, which should have been \$0.00851 per Ccf. The Company's work papers which accompanied the scheduled summer PGA change reflected the correct Factor, however that Factor failed to be properly transferred onto

the tariff sheet. On April 27, 1999, MGE filed Substitute Eleventh Revised SHEET No. 24.7 with an effective date of May 1, 1999, which corrected the Factor to \$0.00851 per Ccf.

The Staff of the Commission (Staff) filed a memorandum stating that the Substitute Eleventh Revised SHEET No. 24.7 submitted on April 27, 1999 reflects the correct Factor and that all other changes contained in the tariff sheet filed on April 2, 1999 were also reflected on the substitute tariff sheet submitted on April 27, 1999. Staff recommended that the Commission approve the substitute tariff sheet to become effective May 1, 1999 on an interim basis, subject to refund.

The Commission has reviewed the tariff sheet and Staff's recommendations as filed on April 14, 1999, and April 28, 1999, and finds that the tariff sheet now contains the correct Factor and is therefore reasonable. After considering Staff's recommendation, and for good cause shown pursuant to Section 393.140(11), RSMo 1994, the Commission is of the opinion that the proposed tariff sheet, substituted on April 27, 1999, should be approved to become effective on and after the requested effective date of May 1, 1999, interim subject to refund.

IT IS THEREFORE ORDERED:

1. That the following tariff sheet submitted on April 2, 1999, by Missouri Gas Energy, a division of Southern Union Company, of Kansas City, Missouri, and approved by the Commission on April 19, 1999 is canceled:

P.S.C. MO. No.1

Eleventh Revised SHEET No. 24.7, Canceling Tenth Revised SHEET No. 24.7

2. That the tariff sheet substituted on April 27, 1999, by Missouri

Gas Energy, a division of Southern Union Company, of Kansas City, Missouri, is approved on an interim basis, subject to refund, to become effective on May 1, 1999. The tariff sheet approved is:

P.S.C. MO. No.1

Substitute Eleventh Revised SHEET No.24.7 Canceling Tenth Revised SHEET No.24.7

3. That this order shall become effective on May 1, 1999.

BY THE COMMISSION



Dale Hardy Roberts

Secretary/Chief Regulatory Law Judge

(S E A L)

Kevin Thompson, Deputy Chief
Regulatory Law Judge, by delegation
of authority pursuant to 4 CSR
240-2.120(1), (November 30, 1995)
and Section 386.240, RSMo 1994.

Dated at Jefferson City, Missouri,
on this 29th day of April, 1999.

ALJ/Sec'y: Thompson
4/28/99 GR.99.304
Date Circulated CASE NO.

SL
Lumpe, Chair
[Signature]
Crumpton, Commissioner
[Signature]
Murray, Commissioner
[Signature]
Schemenauer, Commissioner
[Signature]
Drainer, Vice-Chair
4/29/99
Agenda Date

Action taken: _____
Must Vote Not Later Than _____

**STATE OF MISSOURI
OFFICE OF THE PUBLIC SERVICE COMMISSION**

I have compared the preceding copy with the original on file in this office and
I do hereby certify the same to be a true copy therefrom and the whole thereof.

WITNESS my hand and seal of the Public Service Commission, at Jefferson
City,

Missouri, this 29TH day of APRIL, 1999.

Dale Hardy Roberts

Dale Hardy Roberts
Secretary/Chief Regulatory Law Judge