

**STATE OF MISSOURI  
PUBLIC SERVICE COMMISSION**

At a session of the Public Service  
Commission held at its office  
in Jefferson City on the 8th  
day of November, 1996.

In the Matter of United Cities Gas Company's Tariff )  
Revisions Designed to be Reviewed in Its 1994-1995 )  
Actual Cost Adjustment for the Missouri Service ) Case No. GR-95-197  
Area of the Company. )  
 )  
 )

**ORDER APPROVING ACTUAL COST ADJUSTMENT**

This docket was opened for the purpose of receiving and monitoring the period Purchase Gas Adjustment (PGA) filings of United Cities Gas Company (United Cities or UCGC) and for receiving and auditing the United Cities 1994-95 Actual Cost Adjustment (ACA) filing. On September 30, 1996, the Staff of the Commission (Staff) completed its audit and filed its recommendation. After adequate notice, no responses to that recommendation were filed.

In its recommendation, the Staff made the following recommendations as to the proper adjustments to reflect the ending ACA, take-or-pay (TOP), and refund balances:

	Balance per UCGC Filing	Staff Adjustments	Ending ACA Balances
Hannibal/Canton District:			
Demand	\$(29,377)	\$0	\$(29,377)
Commodity ACA	\$294,700	\$(5,267)	\$289,433
Take-or-Pay	\$97,254	\$0	\$97,254
Refund	\$(220,154)	\$0	\$(220,154)

	Balance per UCGC Filing	Staff Adjustments	Ending ACA Balances
Palmyra District:			
Demand ACA	\$37,142	\$0	\$37,142
Commodity ACA	\$(31,938)	\$(730)	\$(32,668)
Take-or-Pay	\$(34,532)	\$0	\$(34,532)
Refund	\$0	\$0	\$0
Bowling Green District:			
Demand ACA	\$0	\$0	\$0
Commodity ACA	\$13,681	\$0	\$13,681
Take-or-Pay	\$198	\$0	\$198
Refund	\$(15,890)	\$0	\$(15,890)
Neelyville District:			
Demand ACA	\$31,226	\$0	\$31,226
Commodity	\$15,154	\$(742)	\$14,412
Take-or-Pay	\$4,105	\$0	\$4,105
Refund	\$900	\$0	\$900

The Commission has reviewed the information furnished by the Staff and finds the proposed adjustments to be reasonable. The Commission will approve the proposed adjustments and resultant ending balances as set out in this order.

**IT IS THEREFORE ORDERED:**

1. That the Actual Cost Adjustment account balance of United Cities Gas Company for the 1994-95 Actual Cost Adjustment period is hereby established as follows:

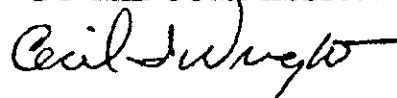
	Ending ACA Balances
Hannibal/Canton District:	
Demand	\$(29,377)
Commodity ACA	\$289,433
Take-or-Pay	\$97,254
Refund	\$(220,154)

	Ending ACA Balances
Palmyra District:	
Demand ACA	\$37,142
Commodity ACA	\$(32,668)
Take-or-Pay	\$(34,532)
Refund	\$0
Bowling Green District:	
Demand ACA	\$0
Commodity ACA	\$13,681
Take-or-Pay	\$198
Refund	\$(15,890)
Neelyville District:	
Demand ACA	\$31,226
Commodity	\$14,412
Take-or-Pay	\$4,105
Refund	\$900

2. That the rates as adjusted in Ordered Paragraph No. 1 are hereby made permanent.

3. That this order shall become effective on the 19th day of November, 1996.

BY THE COMMISSION



Cecil I. Wright  
Executive Secretary

( S E A L )

Zobrist, Chm., McClure, Kincheloe,  
Crumpton and Drainer, CC., concur.

ALJ: Derque