

STATE OF MISSOURI
PUBLIC SERVICE COMMISSION

At a session of the Public Service
Commission held at its office
in Jefferson City on the 1st
day of September, 1989.

In the matter of a tariff filed by)	
Missouri Public Service to reflect)	
a gas cost change in its Northern)	
System to be reviewed in the Company's)	Case No. GR-90-45
1988-1989 Actual Cost Adjustment)	
pursuant to the Company's Purchased)	
Gas Adjustment Clause.)	

ORDER APPROVING NORTHERN SYSTEM RATES EFFECTIVE SEPTEMBER 5, 1989

On August 25, 1989, Company submitted to this Commission for approval, a tariff which reflects a change in Northern System rates for natural gas due to a change in wholesale rates charged Company by its Northern System supplier, Panhandle Eastern Pipe Line Company (PEPL). PEPL's rates reflect a FERC-authorized decrease in gas costs. The net effect of these changes is a decrease in annualized revenues of approximately \$1 million in this System.

The Staff of the Missouri Public Service Commission (Staff) recommends that the proposed tariff be approved. Since it is the Commission's opinion, pursuant to the August 31, 1989 Order in Case Nos. GR-90-38 and GR-89-236, that the PGA Clause is by definition a true-up mechanism and that revenues recovered by it do not have to be made interim subject to refund in order to be subject to adjustment, it is Staff's opinion that this tariff does not need to be approved interim subject to refund.

The Commission has reviewed Staff's recommendation and, for good cause shown pursuant to Section 393.140(11) RSMo 1986, the Commission is of the opinion that the proposed tariff sheet should be allowed to become effective on and after the requested effective date, September 5, 1989.

It is, therefore,

ORDERED: 1. That the following tariff sheet submitted August 25, 1989, by Missouri Public Service of Kansas City, Missouri, for the purpose of reflecting a decrease in rates for natural gas service in the Company's Northern System as the result of wholesale gas cost changes, be and it is, hereby authorized to become effective on and after September 5, 1989.

P.S.C. Mo. No. 4

53rd Revised Sheet No. 13 Cancelling 52nd Revised Sheet No. 13

ORDERED: 2. That this order shall become effective on the date hereof.

BY THE COMMISSION

A handwritten signature in cursive script, reading "Harvey G. Hubbs".

Harvey G. Hubbs
Secretary

(S E A L)

Steinmeier, Chm., Mueller
and Fischer, CC., Concur.
Rauch, C., Absent.