

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

In the Matter of the Application of)	
Southern Union Company d/b/a)	
Missouri Gas Energy, for Approval to)	<u>Case No. GO-2013-0391</u>
Change its Infrastructure System)	
Replacement Surcharge.)	

RECONCILIATION

COMES NOW the Staff of the Missouri Public Service Commission (“Staff”), by and through counsel, and, in response to the Commission’s May 31, 2013 *Order Directing Staff To File Proposed Reconciliation* (“Order”), submits its Reconciliation and in support thereof, states as follows:

1. The Commission’s Order directed Staff to file the reconciliation required by Section 386.420.4, RSMo (Supp. 2012), which requires in pertinent part “...a detailed reconciliation containing the dollar value and rate or charge impact of each contested issue decided by the commission, and the customer class billing determinants used by the commission to calculate the rates and charges approved by the commission in such proceeding.”

2. Accordingly, Staff has prepared its Reconciliation consisting of three pages attached hereto as Appendix A. The first page shows the change in the ISRS amount of \$1,741,740 that was approved by the Commission in this case, effective May 15, 2013, and how that amount was applied to ISRS charges in each of the four MGE customer classes. The second page shows the ISRS charges that were in effect in each rate class before the change in ISRS rates was approved in this case. The third page shows the difference in ISRS charges by rate class from the charges

that were in effect before this case (October 3, 2012 through May 14, 2013) and the change in ISRS charges that were approved by the Commission in GO-2013-0391 that became effective May 15, 2013.

WHEREFORE Staff prays the Commission will accept its Reconciliation as submitted herein.

Respectfully submitted,

/s/ Robert S. Berlin

Robert S. Berlin
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CERTIFICATE OF SERVICE

I hereby certify that copies of the foregoing have been mailed, hand-delivered, transmitted by facsimile or electronically mailed to all counsel of record this 4th day of June, 2013.

/s/ Robert S. Berlin

Missouri Gas Energy
GO-2013-0391 ISRS Revenue Requirement Reconciliation, Ordered May 31, 2013
Commission Ordered ISRS Revenue Requirement (Effective May 15, 2013, Case No. GO-2013-0391)

Total ISRS Amount GO-2011-0003	\$ 1,224,824
Total ISRS Amount GO-2011-0269	\$ 1,662,349
Total ISRS Amount GO-2012-0144	\$ 891,255
Total ISRS Amount GO-2013-0015	\$ 823,284
 Current Commission Ordered ISRS Revenue Requirement	 \$ 4,601,712
 Total ISRS Amount GO-2013-0391	 \$ 1,741,740
 Total ISRS Rev Requirement	 <u>\$ 6,343,452</u>

	No. of Customers <u>Note</u>	Customer <u>Charges</u>	<u>Allocation</u>	Ratio To <u>Res Cust Chrg</u>	ISRS Charge	ISRS <u>Revenue</u>
Residential	438,707	\$26.88	\$ 5,550,614	1.0000	\$ 0.96	\$ 5,029,404
Small General Service	59,031	\$39.26	\$ 746,873	1.4606	\$ 1.40	\$ 988,424
Large General Service	3,161	\$111.31	\$ 39,994	4.1410	\$ 3.96	\$ 150,062
Large Volume	472	\$872.12	\$ 5,972	32.4449	\$ 31.00	\$ 175,562
	<u>501,371</u>		<u>\$ 6,343,452</u>			<u>\$ 6,343,452</u>
		Per Customer	<u>\$ 1.0544</u>			
		Per Cust Weighted	<u>\$ 0.9553</u>			

Missouri Gas Energy
GO-2013-0391 ISRS Revenue Requirement Reconciliation, Ordered May 31, 2013
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	No. of Customers <u>Note</u>	Customer <u>Charges</u>	<u>Allocation</u>	Ratio To <u>Res Cust Chrg</u>	ISRS Charge	<u>ISRS Revenue</u>
Residential	440,361	\$26.88	\$ 4,042,714	1.0000	\$ 0.69	\$ 3,663,133
Small General Service	57,170	\$39.26	\$ 524,847	1.4606	\$ 1.01	\$ 694,597
Large General Service	3,228	\$111.31	\$ 29,635	4.1410	\$ 2.87	\$ 111,194
Large Volume	492	\$872.12	\$ 4,517	32.4449	\$ 22.49	\$ 132,787
	<u>501,251</u>		<u>\$ 4,601,712</u>			<u>\$ 4,601,712</u>
		Per Customer	<u>\$ 0.7650</u>			
		Per Cust Weighted	<u>\$ 0.6932</u>			

Missouri Gas Energy
GO-2013-0391 Revenue Requirement Reconciliation, Ordered May 31, 2013
Comparison of Existing ISRS Revenue Requirement and Tarrif Charges

	ISRS In Effect October 3, 2012- May 14, 2013 GO-2013-0015	ISRS Ordered Effective May 15, 2013 GO-2013-0391	Difference	Percentage Increase In ISRS Charge*
Total Revenue Requirement	\$ 4,601,712	\$ 6,343,452	\$ 1,741,740	37.85%
Monthly Residential ISRS Charge	\$ 0.69	\$ 0.96	\$ 0.27	39.13%
Monthly Small General Service ISRS Charge	\$ 1.01	\$ 1.40	\$ 0.39	38.61%
Monthly Large General Service ISRS Charge	\$ 2.87	\$ 3.96	\$ 1.09	37.98%
Monthly Large Volume ISRS Charge	\$ 22.49	\$ 31.00	\$ 8.51	37.84%

**Percentage Increase differs due to rounding*

BEFORE THE PUBLIC SERVICE COMMISSION

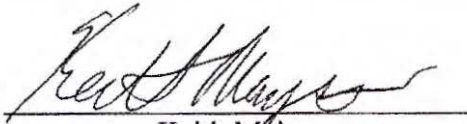
OF THE STATE OF MISSOURI

In the Matter of the Application of Southern)
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Approval to Change its Infrastructure System)
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)

AFFIDAVIT OF KEITH MAJORS

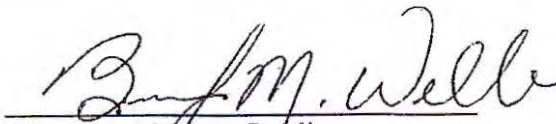
STATE OF MISSOURI)
)
COUNTY OF Jackson) ss.

Keith Majors, of lawful age, on his oath states: that he has participated in the preparation of the foregoing Reconciliation in memorandum form, to be presented in the above case; that the information in Appendix A was developed by him; that he has knowledge of the matters set forth in such; and that such matters are true and correct to the best of his knowledge and belief.



Keith Majors

Subscribed and sworn to before me this 4th day of June, 2013.



Notary Public



BEVERLY M. WEBB
My Commission Expires
April 14, 2016
Clay County
Commission #12464070