LACLEDE GAS COMPANY

720 OLIVE STREET
ST. LOUIS, MISSOURI 63101
(314) 342-0601

KENNETH J. NEISES EXECUTIVE VICE PRESIDENT ENERGY & ADMINISTRATIVE SERVICES

December 31, 2002

VIA HAND DELIVERY

Mr. Dale Hardy Roberts Secretary/Chief Regulatory Law Judge Missouri Public Service Commission Governor Office Building 200 Madison Street Jefferson City, MO 65101 DEC 3 1 2002

Missouri Public Service Commission

Dear Mr. Roberts:

Enclosed herewith for filing with the Missouri Public Service Commission is a revised tariff sheet, P.S.C. MO. No. 5 Consolidated, One Hundred and Ninety-Fourth Revised Sheet No. 29, which is applicable to both divisions of Laclede Gas Company ("Company"). This revised tariff sheet, which has an issue date of December 31, 2002 and an effective date of January 15, 2003, reflects the scheduled January Purchased Gas Adjustment ("PGA") for the Company's natural gas customers. Such sheet also reflects a revised Purchased L.P. Gas Adjustment for the Company's subdivision propane customers.

The increased natural gas PGA factors reflected in this filing are primarily attributable to the increase in wellhead natural gas prices that has occurred since the Company established the PGA factors that became effective in late November 2002. However, the Company's use of natural gas financial hedging instruments and withdrawals of gas from underground storage facilities has reduced the impact of these higher prices on the rates paid by the Company's customers.

As provided by the Company's tariff, the revised natural gas Current PGA factors do not apply to the Company's Large Volume Transportation and Sales Service ("LVTSS") and Vehicular Fuel ("VF") customers. Unlike the Current PGA for all other customers, the Current PGA for LVTSS and VF customers is revised on a monthly basis by means of the notification procedure specifically provided by Section A.5. of the Company's PGA clause.

The natural gas PGA rates provided herein will increase the bill of the typical residential heating customer during the months of January and February 2003 by about \$16 per month compared to the Company's existing rates. The Company's next scheduled PGA change will occur during the month of March 2003.

The new L.P. Current PGA factor reflects the average price of L.P. gas purchased by the Company for delivery in late October and November 2002.

Included with this filing, in addition to Laclede's Revised Sheet No. 29, is the computation of the revised natural gas Current PGA factors.

I have enclosed three copies of this filing, one of which is for your convenience in acknowledging your receipt thereof.

Kenneth J. Nejses

Enclosures

Office of the Public Counsel cc:

P.S.C. MO. No. 5 Consolidated, One Hundred and Ninety-FourthRevised Sheet No. 29 CANCELLING P.S.C. MO. No. 5 Consolidated, One Hundred and Ninety-Third Revised Sheet No. 29

Laclede Gas Company

For Refer to Sheet No. 1

Name of Issuing Corporation or Municipality

Community, Town or City

SCHEDULE OF RATES

PURCHASED GAS ADJUSTMENT CLAUSE

Adjustment Statement

In accordance with the Company's Purchased Gas Adjustment Clause contained in Sheet Nos. 15 through 28-g, inclusive and the Company's Purchased L.P. Gas Adjustment Clause contained on Sheet No. 8, the following adjustments per therm or per gallon, where applicable, will become effective on and after the effective date of this tariff

	Current				Total
Sales Classification	<u>PGA</u>	<u>ACA</u>	<u>UAÇA</u>	<u>Refund</u>	<u>Adjustment</u>
Residential:					
Block 1	33.931¢	(2.850¢)	1.700¢	(0.039¢)	32.742¢
Block 2	68.999¢	(2.850¢)	1.700¢	(0.039¢)	67.810¢
Commercial & Industrial					
Class I - Block 1	28.298¢	(2.850¢)	1.700¢	(0.039¢)	27.109¢
Class I - Block 2	67.573¢	(2.850¢)	1.700¢	(0.039¢)	66.384¢
Class II - Block 1	38.863¢	(2.850¢)	1.700¢	(0.039¢)	37.764¢
Class II - Block 2	67.573¢	(2.850¢)	1.700¢	(0.039¢)	66.384¢
Class III - Block 1	39.716¢	(2.850¢)	1.700¢	(0.039¢)	38.527¢
Class III - Block 2	67.573¢	(2.850¢)	1.700¢	(0.039¢)	66.384¢
LVTSS and VF	*	14.573¢	0.000¢	(0.039¢)	*
Other & Unblocked Firm	53.309¢	(2.850¢)	1.700¢	(0.039¢)	52.120¢
Seasonal & Interruptible	44.895¢	(5.615¢)	0.000¢	(0.000¢)	39.280¢
L.P. Gas	76.133¢	(6.302¢)			69.831¢

Residential sales are rendered under Residential General Service (Sheet No. 2)

<u>Commercial & Industrial</u> sales are rendered under Commercial & Industrial General Service (Sheet Nos. 3, 3-a and 3-b)

<u>LVTSS</u> sales are rendered under the Large Volume Transportation and Sales Service Rate (Sheet No. 34). <u>VF</u> sales are rendered under the Vehicular Fuel Rate (Sheet No. 11).

Other Firm sales are rendered under the Large Volume Service Rate (Sheet No. 5) and the Unmetered Gas Light Service Rate (Sheet No. 9).

<u>Seasonal and Interruptible</u> sales are rendered under the Residential Seasonal Air Conditioning Service Rate (Sheet No. 4), the Commercial & Industrial Seasonal Service Rate (Sheet No. 4-a) and the Interruptible Service Rate (Sheet No. 7).

L.P. Gas sales are rendered under the General L.P. Gas Service Rate (Sheet No. 8).

Additional Transportation Charges, ACA Factors and Refunds

<u>Customer Groups</u> Firm	<u>TOP</u> -	Capacity <u>Reservation</u> 5.504¢	Other <u>Non-Commodity</u> -	<u>ACA</u> 0.851¢	Refund 0.000¢
Basic – Firm Sales Prior to 11/15/89	-	-	-	0.000¢	0.000¢
Basic - Other	-	-	-	0.000¢	(0.055¢)

DATE OF ISSUE	December 31, 2002		DATE EFFECTIVE		anuary 15, 2003		
	Month Day				Day Year		
ISSUED BY	K.J. Neises,	Executive Vice Pr	resident, 720 Olive S	t., St. Lou	is, MO 63101		
	Name of Officer	Title			ress		

^{*} Revised each month in accordance with Section A.5 of the PGA clause.

DERIVATION OF NEW BLOCKED CPGA RATES

Firm Unblocked CPGA

Base	\$0.44998
New	\$0.53309
Change	\$0.08311

	Block	Base	CPGA	Change	New CPGA
Res		1	\$0.25620	\$0.08311	\$0.33931
		2	\$0,60688	\$0.08311	\$0,68999
C&I-1		1 ·	\$0.19987	\$0.08311	\$0,28298
	;	2	\$0.59262	\$0.08311	\$0,67573
C&I-2		1	\$0.30552	\$0.08311	\$0,38863
	:	2	\$0.59262	\$0.08311	\$0.67573
C&I-3		1	\$0.31405	\$0.08311	\$0.39716
	;	2	\$0.59262	\$0.08311	\$0.67573

LACLEDE GAS COMPANY COMPUTATION OF CURRENT PURCHASED GAS ADJUSTMENT FACTORS EFFECTIVE JAN 15, 2003

						•		PER THERM
GAS COST COMPONENT				ANNUALIZED COST	Volumes (Therms)		FIRM- OTHER THAN LVTSS	SEASONAL & INTERRUPTIBLE
GAS SUPPLY DEMAND			•	\$11,897,154	842,766,046		\$0.01412	\$0.00000
CAPACITY RESERVATION				\$63,118,068	917,430,841	Avg cost \$0.06880	\$0.07002 (1)	\$0.00000
COMMODITY RELATED CHARGES COMMODITY GRI SURCHARGE ANNUAL CHARGE ADJUSTMENT S/T	Unit Cost pe \$4.3668 \$0.0055 \$0.0021 \$4.3744	r MM	Btu Standard Deliveries To Laclede 87,382,092 MMBtu	\$382,241,602	851,443,420		0.44893	0.44893
FIXED TAKE-OR-PAY RELATED CHARGES	0							Δ.
s/ī	\$0	х	12	\$0	1,041,611,868		0.00000	0.00000
OTHER NON-COMMODITY-RELATED COSTS			•	^ \$17,78 <u>2</u>	851,443,420		0.00002	0.00002
TOTAL				\$457,274,606			\$0.53309	\$0.44895

(1)	
Avg capacity reservation charge per therm	\$0.06880
Firm transportation factor per Sheet No. 16	80%
Firm transportation capacity reservation charge per therm	\$0.05504
Annual firm transportation volumes	74,664,795
Capacity reservation charges allocated to firm transportation	\$4,109,550
Total capacity reservation charges	\$63,118,068
Capacity reservation charges allocated to firm sales	\$59,008,51 8
Annual firm sales volumes	842,766,046
Firm sales capacity reservation charge per therm	\$0.07002