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Missouri Public Service Commission

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September 21, 2000

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DALE HARDY ROBERTS
Secretary/Chief Regulatory Law Judge

DANA K. JOYCE General Counsel

Mr. Dale Hardy Roberts Secretary/Chief Regulatory Law Judge Missouri Public Service Commission P. O. Box 360 Jefferson City, MO 65102

RE: Case No. GO-2000-394

Dear Mr. Roberts:

SEP 2 1 2000 X

Enclosed for filing in the above-captioned case are an original and eight (8) conformed copies of STAFF'S SUGGESTIONS IN SUPPORT OF UNANIMOUS STIPULATION AND AGREEMENT.

This filing has been mailed or hand-delivered this date to all counsel of record.

Thank you for your attention to this matter.

Sincerely yours,

Thomas R. Schwarz, Jr.

Deputy General Counsel

(573) 751-5239

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TRS:sw Enclosure

cc: Counsel of Record

BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

SEP 2 1 2000 A Wassouri Public Commission

In the Matter of Laclede Gas Company's Experimental Price Stabilization Fund.

Case No. GO-2000-394

STAFF'S SUGGESTIONS IN SUPPORT OF UNANIMOUS STIPULATION AND AGREEMENT

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COMES NOW the Staff ("Staff") of the Missouri Public Service Commission ("Commission") and respectfully suggests the following in support of the Unanimous Stipulation and Agreement ("S&A") filed on September 1, 2000, by the parties in this case:

- 1. On July 7, 2000, Laclede Gas Company ("Laclede") filed a verified application for certain temporary revisions to its Price Stabilization Program ("PSP") for the second year of that program. The filing was made to address concerns about the status of the program in light of upward movements in the market price of gas since March of this year.
- 2. After considerable discussion among Laclede, Staff and the Office of the Public Counsel ("OPC"), the parties were able to agree that prompt action was warranted. The only step to modify the PSP upon which the parties could agree, however, is that the requirement that Laclede procure price protection for 70% of its flowing supplies should be relaxed for this year of the PSP. The Staff concurs that this additional flexibility is appropriate under the current market conditions and the current status of the PSP.
- 3. Staff continues to have concerns about the structure and function of the PSP. However, the Staff recommends that the Commission approve the S&A as quickly as possible to provide an agreed-upon additional flexibility to Laclede for this heating season, and until the parties can further address other PSP issues.



WHEREFORE, the Staff of the Commission recommends that the Commission forthwith approve the S&A.

Respectfully submitted,

DANA K. JOYCE General Counsel

Thomas R. Schwarz, Jr.
Deputy General Counsel
Missouri Bar No. 29645

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Thomas R. Schwary

Certificate of Service

I hereby certify that copies of the foregoing have been mailed or hand-delivered to all counsel of record as shown on the attached service list this 21st day of September, 2000.

Service List for

Case No. GO-2000-394

Revised: September 21, 2000 (SW)

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