STATE OF MISSOURI PUBLIC SERVICE COMMISSION

At a session of the Public Service Commission held at its office in Jefferson City on the 15th day of February, 1995.

In the matter of United Cities Gas Company's Tariff) revisions designed to be reviewed in its 1994-1995) Case No. GR-95-197 Actual Cost Adjustment for the Missouri service area) of the Company.

ORDER APPROVING INTERIM HANNIBAL-CANTON DISTRICT RATES EFFECTIVE MARCH 1, 1995

On January 27, 1995, United Cities Gas Company (United) of Brentwood, Tennessee, filed with this Commission for approval, a tariff sheet which reflects a decrease in the Purchased Gas Adjustment (PGA) factors for its Hannibal-Canton District resulting from a decrease in spot market gas costs. Additionally, the Avoided Commodity Cost for Transportation Customers will decrease.

Case No. GR-95-197, under which this Hannibal-Canton District tariff sheet was filed, was established to address United's PGA factors that will be reviewed in its 1994-1995 Actual Cost Adjustment (ACA) filing. Case No. GR-94-63 was established to address United's PGA factors that will be reviewed in its 1993-1994 filing.

The Missouri Public Service Commission Staff (Staff) has reviewed the filing and is of the opinion that the proposed changes comply with the current PGA Clause. Additionally, Staff recommends that the proposed tariff sheet be approved, interim subject to refund, pending a final Commission decision in Case No. GR-94-63.

The Commission has reviewed Staff's recommendation and is of the opinion that the proposed tariff sheet should be allowed to become effective on and after the requested effective date of March 1, 1995, interim subject to refund.

IT IS THEREFORE ORDERED:

1. That the following tariff sheet filed January 27, 1995, by United Cities Gas Company of Brentwood, Tennessee, for the purpose of reflecting changes in rates for its natural gas and transportation service for its Hannibal-Canton District be, and it is, hereby authorized to become effective on and after March 1, 1995, interim subject to refund.

P.S.C. MO. No. 3

38th Revised SHEET No. 46, Cancelling 37th Revised SHEET No. 46

2. That this order shall become effective on March 1, 1995.

BY THE COMMISSION

David L. Rauch Executive Secretary

(S E A L)

Mueller, Chm., McClure, and Crumpton, CC., Concur. Perkins, and Kincheloe, CC., Absent.