

LACLEDE GAS COMPANY
720 OLIVE STREET
ST. LOUIS, MISSOURI 63101
(314) 342-0598

R. LAWRENCE SHERWIN
ASSISTANT VICE PRESIDENT
REGULATORY ADMINISTRATION

April 2, 2001

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

FILED²
APR 2 2001
Missouri Public
Service Commission

RE: Laclede Gas Company
Case No. GO-2000-394

Dear Mr. Roberts:

On March 27, 2001 the Company filed with the Commission P.S.C. MO. No. 5 Consolidated, Fourth Revised Sheet No. 28-e to comply with the Commission's March 22, 2001 Order Rejecting Tariff in the above-referenced case. At the request of the Commission Staff the enclosed sheet should be substituted for the sheet filed on March 27.

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

Sincerely,

R. Lawrence Sherwin
R. Lawrence Sherwin
by Paul A. Conley

RLS

Enclosures

cc: Office of the Public Counsel
General Counsel's Office

200100987

Laclede Gas Company
Name of Issuing Corporation or Municipality

For Refer to Sheet No. 1
Community, Town or City

SCHEDULE OF RATES

G. Experimental Price Stabilization Fund

1. Overview – For purposes of reducing the impact of natural gas price volatility on the Company's customers, the Company shall maintain a Price Stabilization Fund ("PSF") for the procurement of certain natural gas financial instruments, which procurement shall be subject to the incentive features described below. Except as modified by the terms of the September 1, 2000 Unanimous Stipulation and Agreement and the February 13, 2001 Order Modifying The Experimental Price Stabilization Program ("Order") approved by the Commission in Case No. GO-2000-394, and subject to the Company's notice of opting out of the price protection incentive features in year two, the parameters of the PSF are included in the Description of the Incentive Price Stabilization Program ("Program Description") filed by the Company on June 25, 1999 in Case No. GO-98-484, which description has been designated "Highly Confidential" and is only available to the Missouri Public Service Commission or to any proper party that executes a non-disclosure statement. Accordingly, the definitions of certain terms have not been disclosed herein but are available in such description. Pursuant to the Order, and notwithstanding any other tariff or program provision to the contrary, the PSF and Program Description shall be modified in two respects. First, the period specified in paragraph 2. B.ii. of the Program Description for when the Company may opt out of the Price Protection Incentive shall be reduced from 90 days to 60 days for the third year of the Incentive Price Stabilization Program ("Program") only. Second, the Maximum Recovery Amount ("MRA") that the Company is authorized to spend to procure financial instruments shall be increased from \$4 million to \$8 million for the third year of the Program only. The \$8 million amount shall be recovered through an increase in the Price Stabilization Charge described below, provided that during the period of such recovery the Company shall flow through to its customers, and relinquish any claim on, \$4 million of that portion of the gains which were realized from the Company's purchase and sale of financial instruments during the second year of the Program and which the Company claims it would otherwise be allowed to retain under the Program.

2. Accounting for Expenses and Revenues – The PSF shall be debited with all costs and expenses associated with the Company's procurement of financial instruments and credited with all gains realized from such instruments, subject to the provisions of the Price Protection Incentive and the Overall Cost Reduction Incentive set forth below.

DATE OF ISSUE

March 26, 2001

DATE EFFECTIVE

April 26, 2001

ISSUED BY

R.L. Sherwin,

Assistant Vice President,

720 Olive St., St. Louis, MO 63101

Name of Officer

Title

Address

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