STATE OF MISSOURI PUBLIC SERVICE COMMISSION

At a session of the Public Service Commission held at its office in Jefferson City on the 9th day of November, 2015.

In the Matter of) File No. GR-2016-0225
Missouri Gas Energy's PGA Filing) Tracking No. YG-2017-0063

ORDER APPROVING TARIFF

Issue Date: November 9, 2016 Effective Date: November 14, 2016

On October 28, 2015, Missouri Gas Energy ("MGE") filed a tariff sheet proposed to become effective November 14, 2016. The tariff sheet reflects changes in MGE's Purchased Gas Adjustment ("PGA") as a result of estimated changes in the cost of natural gas. Pursuant to the filing, the underlying charge for natural gas to firm sale customers will increase to \$0.49492 per hundred cubic feet ("Ccf") from the current rate of \$0.43219 per Ccf, or \$0.06273 per Ccf. This is an increase of \$2.24 per month for the typical residential customer. The filing also incorporates the \$0.86788 demand-related purchase gas costs per Ccf, which is a \$0.00005 increase only for certain non-residential, large customers.

The Commission's Staff filed its recommendation on November 7, 2016. Staff recommends the rates be approved on an interim basis, subject to refund, and pending final Commission decisions in the actions that address MGE's PGA factors in actual cost adjustment ("ACA") filings. The actions are as follows.

 File No. GR-2014-0324, which addresses MGE's PGA factors in the 2013-2014 ACA filings

- File No. GR-2015-0203, which addresses MGE's PGA factors in the 2014-2015 ACA filings;
- This File No. GR-2016-0225, which addresses MGE's PGA factors in the 2015-2016 ACA filings.

The filing also reflects adjustments to the Company's ACA factors that may require adjustments to the ACA account balance, so Staff asks to submit its results and recommendations on ACA filing to the Commission by December 18, 2017. Therefore, any rate change shall be on an interim basis, subject to refund, pending final decisions in File Nos. GR-2014-0324, GR-2015-0203 and GR-2016-0225.

The Commission has reviewed the proposed tariff sheet and Staff's recommendation. The Commission finds that the proposed tariff sheet conforms to MGE's Commission-approved PGA Clause. In addition, the interim and unopposed nature of the rate adjustments constitutes good cause pursuant to Section 393.140(11), RSMo 2000, to permit the tariff to become effective on less than 30 days' notice. The Commission concludes that the proposed tariff sheet should be approved to become effective on November 14, 2016, on an interim basis as described above.

THE COMMISSION ORDERS THAT:

1. The proposed tariff sheet assigned tracking no. YG-2017-0063 is approved on an interim basis, to become effective on November 14, 2016, as described in the body of this order. The tariff sheet approved is:

P.S.C. MO. No. 6

Sixth Revised Sheet No. 24.3, Cancelling Fifth Revised Sheet No. 24.3

2. Staff's Procurement Analysis Unit shall file the results of its Actual Cost Adjustment review no later than December 18, 2017.

3. This order shall become effective on November 14, 2016.

BY THE COMMISSION

Morris L Wooduff



Morris L. Woodruff Secretary

Hall, Chm., Stoll, Kenney, Rupp, and Coleman, CC concur.

Jordan, Senior Regulatory Law Judge

STATE OF MISSOURI

OFFICE OF THE PUBLIC SERVICE COMMISSION

I have compared the preceding copy with the original on file in this office and I do hereby certify the same to be a true copy therefrom and the whole thereof.

WITNESS my hand and seal of the Public Service Commission, at Jefferson City, Missouri, this 9th day of November 2016.

SSION OF THE OF

Morris L. Woodruff

Secretary

MISSOURI PUBLIC SERVICE COMMISSION November 9, 2016

File/Case No. GR-2016-0225

Missouri Public Service Commission

Staff Counsel Department 200 Madison Street, Suite 800 P.O. Box 360 Jefferson City, MO 65102 staffcounselservice@psc.mo.gov

Office of the Public Counsel

James Owen 200 Madison Street, Suite 650 P.O. Box 2230 Jefferson City, MO 65102 opcservice@ded.mo.gov

Missouri Gas Energy (Laclede)

orris I Woodry

Legal Department 700 Market Street St. Louis, MO 63101

Missouri Public Service Commission

Jeff Keevil 200 Madison Street, Suite 800 P.O. Box 360 Jefferson City, MO 65102 jeff.keevil@psc.mo.gov

Enclosed find a certified copy of an Order or Notice issued in the above-referenced matter(s).

Sincerely,

Morris L. Woodruff Secretary

Recipients listed above with a valid e-mail address will receive electronic service. Recipients without a valid e-mail address will receive paper service.