



**MISSOURI GAS ENERGY**

3420 Broadway • Kansas City, MO • 64111-2404 • (816) 360-5755

**ROBERT J. HACK**  
Vice President, Pricing & Regulatory Affairs

January 3, 2005

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

**FILING VIA EFIS**

**RE: Case No. GO-2005-0019  
Southern Union Company**

Dear Mr. Roberts:

Pursuant to paragraph III.3.D. of the Stipulation and Agreement approved by the Commission in the above-referenced case, I hereby submit for filing in Case No. GO-2005-0019 the enclosed verified journal entry.

Please note that, as is more specifically described in the enclosed verified journal entry, the journal entry reflects our current best estimates of Southern Union's acquisition of CrossCountry Energy and is subject to change as additional information is obtained.

Please call me if you have any questions regarding this matter.

Sincerely,

CC: Charles Hyneman  
Lera Shemwell  
Doug Micheel  
Mark Kashuda  
Jim Swearngen

## VERIFIED JOURNAL ENTRIES

**\*\*denotes highly confidential information\*\***

Pursuant to Stipulation and Agreement approved by the Missouri Public Service Commission in Case No. GO-2005-0019, Southern Union Company hereby submits the following as its verified journal entries reflecting Southern Union Company's current best estimate of the recording of the acquisition of CrossCountry Energy Holdings, LLC ("CrossCountry Energy") on Southern Union's consolidated books and records:

### Entry to record equity investment in CrossCountry Energy

Investment in CrossCountry Energy	\$590,500,000	
Common Stock – Southern Union Company		\$142,340,000
Notes Payable – Southern Union Panhandle		407,000,000
Cash and Cash Equivalents (of subsidiaries)		41,160,000

### Entry to record transactions costs related to CrossCountry Energy acquisition

Investment in CrossCountry Energy	**\$	**
Cash and Cash Equivalents	**\$	**

The above numbers reflect Southern Union Company's best estimate of the balances to be recorded for the acquisition of CrossCountry Energy as of January 3, 2005. It is expected that these amounts will require adjustment as additional information is obtained.

## VERIFICATION

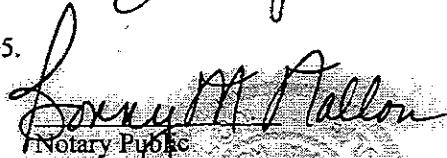
STATE OF PENNSYLVANIA

COUNTY OF LUZERNE

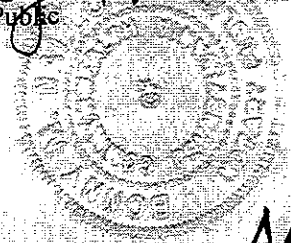
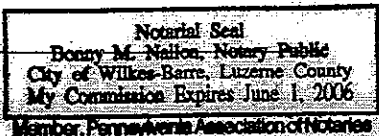
I, David J. Kvapil, having been duly sworn upon my oath, state that I am Executive Vice President and Chief Financial Officer for Southern Union Company, that I am duly authorized to make this verification on behalf of Southern Union Company, and that the matters and things stated in the foregoing verified journal entries are true and correct to the best of my information, knowledge and belief.

  
David J. Kvapil

Subscribed and sworn before me this 3rd day of January 2005.

  
Notary Public

My commission expires:



NP