LAW OFFICES

## BRYDON, SWEARENGEN & ENGLAND

DAVID V.G. BRYDON
JAMES C. SWEARENGEN
WILLIAM R. ENGLAND, III
JOHNNY K. RICHARDSON
GARY W. DUFFY
PAUL A. BOUDREAU
SONDRA B. MORGAN
CHARLES E. SMARR

PROFESSIONAL CORPORATION

312 EAST CAPITOL AVENUE

P. O. BOX 456

JEFFERSON CITY, MISSOURI 65102-0456

TELEPHONE (573) 635-7166

FACSIMILE (573) 635-3847

E-MAIL: DUFFY@BRYDONLAW.COM

DEAN L. COOPER
MARK G. ANDERSON
TIMOTHY T. STEWART
GREGORY C. MITCHELL
BRIAN T. MCCARTNEY
DALE T. SMITH
BRIAN K. BOGARD

OF COUNSEL RICHARD T. CIOTTONE

June 19, 2001

Mr. Dale Hardy Roberts Executive Secretary Public Service Commission Governor State Office Building Jefferson City, MO 65102 JUN 1 9 2001

Service Commission

RE: Case No. GR-2001-292 Missouri Gas Energy

Dear Mr. Roberts:

Enclosed for filing in the above-referenced proceeding please find an original and eight copies of Missouri Gas Energy's Reply to Midwest Gas Users' Association, City of Riverside, and Jackson County's Response to Joint Motion for Partial Suspension of Procedural Schedule.

If you have any questions, please give me a call.

Sincerely yours,

Gary W. Duffy

Enclosures cc w/encl:

Doug Micheel, Office of Public Counsel Tim Schwarz, Office of General Counsel Larry W. Dority Mark Comley Stuart W. Conrad Jeremiah D. Finnegan Rob Hack BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF MISSOURI

In the matter of Missouri Gas Energy's
tariff sheets designed to increase rates
for gas service in the company's Missouri

Case No. GR-2001-292

## MISSOURI GAS ENERGY'S REPLY TO MIDWEST GAS USERS' ASSOCIATION, CITY OF RIVERSIDE AND JACKSON COUNTY'S RESPONSE TO JOINT MOTION FOR PARTIAL SUSPENSION OF PROCEDURAL SCHEDULE

service area.

Comes now Missouri Gas Energy ("MGE"), a division of Southern Union Company, by and through counsel, and respectfully submits the following reply:

- 1. By filing dated June 14, 2001, MGUA and JACOMO/Riverside make a number of assertions which are either mistaken, incorrect or false and which demand correction, to-wit:
  - First, in paragraph 1 of their June 14 filing, MGUA and JACOMO/Riverside include the following quoted language "agreement in principle which they believe will resolve all of the issues in this proceeding." In fact, the Staff, Public Counsel and MGE stated in their June 7 filing that they "... have been able to reach agreement in principle which they believe will resolve almost all of the issues in this proceeding." (emphasis supplied)
  - Second, contrary to the implication by MGUA and JACOMO/Riverside in their June 14 filing, there has been no attempt to "force" a settlement on any party. In fact, the First Revised Stipulation and Agreement filed on or about June 12, 2001, goes to great lengths to make clear that all rights were reserved as to issues taken by MGUA and/or JACOMO/Riverside

then known to exist. (See, First Revised Stipulation and Agreement, paragraph 2).

Third, MGUA and JACOMO/Riverside imply in paragraphs 1 and 2 of their June 14 filing that the Staff, Public Counsel and MGE have somehow excluded MGUA and JACOMO/Riverside from settlement discussions (e.g., "these three parties have not chosen to involve Midwest, Riverside or Jackson County" and "we have not been consulted with respect to these matters"). This is not true. In fact, both MGUA and JACOMO/Riverside were apprised of the settlement in principle on June 5, 2001, and were provided with draft versions of the First Revised Stipulation and Agreement prior to its execution and filing on June 12, 2001.

Respectfully submitted,

Robert J. Hack

MBE #36496

3420 Broadway

Kansas City, MO 64111

(816)360-5755

FAX: (816)360-5536

e-mail: rob.hack@southernunionco.com

Gary W. Duffy

MBE #24905

Brydon, Swearengen & England

P.O. Box 456

Jefferson City, MO 65102

(573)635-7166

FAX: (573)635-3847

e-mail: duffy@brydonlaw.com

ATTORNEYS FOR MISSOURI GAS ENERGY

## **Certificate of Service**

I hereby certify that a copy of the foregoing document was mailed or hand delivered this 19th day of June, 2001, to:

Larry W. Dority Fischer & Dority, P.C. 101 Madison Street, Suite 400 Jefferson City, MO 65101

Thomas R. Schwarz, Jr. Missouri Public Service Commission Governor Office Building Jefferson City, MO

Stuart W. Conrad Jeremiah D. Finnegan Finnegan, Conrad & Peterson, L.C. 3100 Broadway, Ste. 1209 Kansas City, MO 64111 Douglas E. Micheel Office of the Public Counsel Governor Office Building Jefferson City, MO

Mark Comley Newman, Comley & Ruth P.C. 601 Monroe, Ste. 301 Jefferson City, MO 65102

Gary W. Duffy