

MEMORANDUM

TO: Missouri Public Service Commission Official Case File
Case No. GO-2008-0113, File No. YG-2008-0419 – Missouri Gas Energy

FROM: Michael Ensrud, Tariffs/Rate Design - Energy

/s/ Tom Imhoff 01/11/08
Project Coordinator / Date

Lera Shemwell 01/11/08
General Counsel's Office / Date

SUBJECT: Staff Recommendation Regarding Missouri Gas Energy's Motion for Expedited Treatment for Revised Rates concerning Re-establishment of Infrastructure System Replacement Surcharge

DATE: January 11, 2008

On January 8, 2008, Missouri Gas Energy (MGE), a division of Southern Union Company, filed a tariff sheet with the Missouri Public Service Commission (Commission) with a proposed effective date of February 7, 2008. In addition, MGE filed a Motion For Expedited Treatment (Motion) relating to this filing on the same day. The Motion requested an effective date of January 23, 2008.

On January 9, 2008, the Commission issued Order Directing Staff To File Recommendation, directing Staff to file no later than January 15, 2008. This memo is in response to that Order.

MGE filed this tariff sheet to comply with the Commission's January 8, 2008 Orders authorizing MGE to refile an Infrastructure System Replacement Surcharge (ISRS) sufficient to recover annual pre-tax revenue of \$1,339,878 as computed by the Commission's Energy-Tariff/Rate Design Staff (Staff).

The Staff has reviewed MGE's tariff sheet and MGE's Motion, and has determined that both comply with the Commission's January 8, 2008 Order. The Staff has verified that MGE is not delinquent on any assessment. The Staff has reviewed this filing and is not aware of any issue currently pending before the Commission that affects, or is affected by, this filing.

Therefore, Staff recommends that the following tariff sheet, as filed on January 8, 2008, be permitted to go into effect on January 23, 2008, the requested effective date:

P.S.C. MO. No. 1

Seventh Revised SHEET No. 10, Canceling Sixth Revised SHEET No. 10

