BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

In the Matter of Missouri Gas)	Case No. GR-2012-0262
Energy's Optional Purchased Gas)	
Adjustment Filing.)	

STAFF REPLY TO MISSOURI GAS ENERGY'S RESPONSE TO STAFF'S RECOMMENDATION REGARDING ITS 2011-2012 ACTUAL COST ADJUSTMENT

COMES NOW the Staff of the Missouri Public Service Commission and for its Reply to Missouri Gas Energy's (MGE) Response to Staff's recommendation regarding MGE's 2011-2012 Actual Cost Adjustment (ACA), states as follows:

- On October 17, 2012, Missouri Gas Energy (MGE) filed its Actual Cost
 Adjustment (ACA) for the 2011-2012 period in the above-captioned case. This filing
 contained MGE's ACA account balance calculation.
- 2. In its Staff Recommendation, Staff reported that it had verified MGE's ending ACA balance as of June 30, 2012, which reports an under-recovery to the company of its gas costs in the amount of \$25,586,145.26. Staff proposed no adjustments be made to MGE's filed ending ACA balance. (See Staff's Memorandum Section I. Executive Summary, pages1-2 and Section V. Recommendations, pages 9-10 filed by Staff on December 6, 2013).
- 3. In its Response, MGE stated that it "...does not believe that there are any issues that require either a procedural schedule or resolution by the Commission." The Staff agrees. Therefore the Commission may now issue its order establishing ending ACA balances and close this case.

WHEREFORE, the Staff prays the Commission accept its Reply and issue an order establishing MGE's ending ACA balances for 2011-2012 as reflected in Staff's Memorandum, Section V. Recommendations, filed on December 6, 2013, and close this case.

Respectfully submitted,

/s/Robert S. Berlin

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CERTIFICATE OF SERVICE

I hereby certify that copies of the foregoing have been mailed, hand-delivered, or transmitted by facsimile or electronic mail to all counsel of record this 3rd day of February 2014.

/s/ Robert S. Berlin