BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

In the Matter of Laclede Gas Company's)	
Filing of Revised Tariffs to Increase its Annual)	Case No. GR-2013-0171
Revenues for Natural Gas)	3

AMENDMENT TO STIPULATION AND AGREEMENT

On May 31, 2013, certain parties to the above captioned rate case (the "Parties") executed a Stipulation and Agreement (the "Agreement") resolving all of the issues in this case, and submitted the Agreement to the Commission for its consideration and approval. The Parties consisted of all of the parties to this case, except for the County of St. Charles, which indicated that it would not object to the Agreement.

The Parties now seek to amend the Agreement for the limited purpose of providing for rate changes to go into effect on September 1, 2013 rather than July 8, 2013. The change in the effective date of rates is being made to accommodate Laclede's implementation of the Customer Care and Billing component of its enterprise-wide information management system. The Parties confirm all other terms of the Agreement not amended herein, and agree that such terms will continue to go into effect on July 8, 2013 as provided in the Agreement.

Therefore, the Parties agree to the following amendments to the Agreement:

- A. Paragraph 1 of the Agreement, pertaining to "Inclusion of Existing ISRS in Base Rates," shall be deleted in its entirety and replaced by the following:
- 1. The Parties agree and recommend that Laclede be authorized to transfer into its Missouri jurisdictional base rate revenues, as of September 1, 2013, the Fourteen Million, Eight Hundred Eleven Thousand Dollars (\$14,811,000) related to the Infrastructure System Replacement Surcharge ("ISRS") revenues that have previously been approved by the

Commission and that Laclede is currently collecting in rates. For all Customer Classes other than Residential and Commercial & Industrial General Service – Class 1 ("C&I 1"), the Signatories request Commission approval to reset the ISRS charge for each customer class to zero and increase the corresponding customer charge for each customer class by an identical amount. For the Residential and C&I 1 Customer Classes such ISRS amounts shall be included in base rates by resetting the ISRS charge for those classes to zero and increasing the summer and winter block one volumetric charges by the following amounts:

- Residential: 11.158 cents per therm (summer) and 6.107 cents per therm (winter),
- Residential Propane: 3.772 cents per gallon,
- C&I 1: 19.970 cents per therm (summer) and 6.085 cents per therm (winter).

Such changes are shown in the specimen tariff sheets set forth in Attachment 1 hereto. Those specimen tariff sheets are designed to become effective on July 8, 2013 (in order to address the Tariff Modifications discussed in paragraph 5 below), with the above-described rate changes to become effective on September 1, 2013. The revenue amounts referenced in this paragraph are exclusive of any applicable license, occupation, franchise, gross receipts taxes or other similar tax or taxes.

The Parties agree that, other than as set forth in this paragraph, Laclede shall receive no increase in its non-gas Missouri jurisdictional revenues in this case.

- B. Paragraph 5 of the Agreement, pertaining to "Tariff Modifications," shall be deleted in its entirety and replaced by the following:
- 5. As part of this Stipulation and Agreement, Laclede is no longer seeking approval of the tariff sheets and rate schedules that it filed in this case on December 21, 2012. Instead, the Parties agree that the Commission should approve the specimen tariff sheets and rate schedules

set forth in Attachment 1, attached hereto and fully incorporated by reference, as complete replacements for the tariff sheets and rate schedules set forth in Laclede Gas' December 21, 2012 filing. The Attachment 1 tariff sheets contain the ISRS-related changes described above (which would become effective September 1, 2013), as well as tariff changes to become effective July 8, 2013, that: (a) promote customer convenience and efficient service by avoiding charging customers for miniscule late fees; (b) permit the Company to make minimal repairs while already at the customer's premises for another reason in order to avoid service interruptions and enhance customer safety, (c) provide changes needed to accommodate the Company's new billing system (R-39 and R-40); (d) enhance the Company's low income program (R-44-a); and (e) make a minor change to the Company's PGA tariff relating to historical billing distinctions for certain transportation customers that are no longer valid.

- C. Paragraph 15 of the Agreement, pertaining to "ISRS," shall be deleted in its entirety and replaced by the following:
- 15. As required by Commission rules, the Company's current ISRS shall be reset to zero as of September 1, 2013. Plant in service additions for inclusion in a future ISRS shall be limited to additions subsequent to January 31, 2013. The Parties agree to continue their resolution of the ISRS issue regarding income tax by reducing the Company's filed amount by one-half of the value of the Staff's tax adjustment and, in exchange for this reduction, implementation of the ISRS as soon as reasonably possible, contingent on the Company's timely provision of data and information, including response to discovery, and the availability of the Parties' resources to process the surcharge.
- D. The tariff sheets attached as Attachment 1 to the Agreement shall be deleted in their entirety and replaced with Attachment 1 to this Amendment, which is attached hereto and incorporated herein for all purposes.

E. Counsel for the County of St. Charles, the non-signatory party to the Agreement, has had an opportunity to review this Amendment to Stipulation and Agreement and has indicated that he will neither object to it nor request a hearing in this case.

Respectfully submitted,

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