

**BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF MISSOURI**

In the matter of the application of Missouri Gas)	
Utility, Inc., for authority to enter into certain debt)	
instruments and to issue up to and including)	
\$26,400,000 of long-term indebtedness, in one or)	Case No. GF-2010-0334
more transactions, and to, among other things,)	
execute and deliver a mortgage and security)	
agreement to secure said indebtedness.)	

NOTICE REGARDING APPLICATION AND TIMING CONSIDERATIONS

COMES NOW Missouri Gas Utility, Inc. ("MGU" or "Applicant"), by and through its undersigned counsel and states the following:

1. On or about May 19, 2010, MGU filed an Application for approval to mortgage or otherwise encumber its properties to secure certain forms of indebtedness including Recovery Zone Facility Bonds created by the American Recovery and Investment Act of 2009 ("Facility Bonds"). The Application noted that the practical deadline for issuing Facility Bonds is June 30, 2010. See, Application, paragraph 10.

2. The projected issuance cost of the Facility Bonds is now estimated to be well in excess of the Company's original estimate. Consequently, MGU's Board of Directors has made the decision to stop the process for Facility Bond financing at this time and to instead pursue a CoBank loan as generally contemplated by paragraph 16 of the Application.

3. The practical effect of this decision has been to remove the timing exigency represented in the Application. More specifically, MGU no longer contemplates that it will need an order from the Commission authorizing the

issuance of Facility Bonds in advance of June 30, 2010.

4. MGU anticipates it will file an amendment to its Application in the near future to address these changed circumstances. Applicant nevertheless wanted to file this Notice to advise the Commission that this matter no longer has the degree of urgency described in the original filing. As such, MGU has no objection to the Commission issuing an order relieving Staff of its obligation to file a recommendation in this case by no later than June 10, 2010.

Respectfully submitted,

/s/ Paul A. Boudreau
Paul A. Boudreau - Mo Bar # 33155
BRYDON, SWEARENGEN &
ENGLAND P.C.
312 East Capitol Avenue
P.O. Box 456
Jefferson City, Missouri 65102-0456
Telephone: (573) 635-7166
Facsimile: (573) 635-0427
Email: paulb@brydonlaw.com

Attorneys for Missouri Gas Utility, Inc.

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the above and foregoing document was delivered by first class mail, electronic mail or hand delivery, on the 9th day of June, 2010, to the following:

Missouri Public Service Commission
200 Madison Street, Suite 800
P.O. Box 360
Jefferson City, MO 65102-0360

Office of the Public Counsel
Governor Office Building
200 Madison Street, Suite 650
Jefferson City, MO 65102-2230

/s/ Paul A. Boudreau
Paul A. Boudreau