

## MEMORANDUM

TO: Missouri Public Service Commission Official Case File,  
Case No. GR-2007-0178, File No. YG-2007-0318  
Missouri Gas Utility, Inc.

FROM: Tom Solt, Energy Department - Tariffs/Rate Design

/s/ Tom Solt 11/7/06  
Energy Department/Date

/s/ Lera Shemwell 11/7/06  
General Counsel's Office/Date

SUBJECT: Staff Recommendation for Missouri Gas Utility, Inc.'s Scheduled Winter Season  
PGA Filing Effective November 20, 2006

DATE: November 7, 2006

On November 3, 2006, Missouri Gas Utility, Inc. (MGU or Company) of Littleton, Colorado, filed tariff sheets proposed to become effective November 20, 2006. This tariff sheet was filed to reflect scheduled changes in MGU's Purchased Gas Adjustment (PGA) factors as a result of estimated changes in the cost of natural gas for the upcoming winter season and changes in the Actual Cost Adjustment (ACA) factor. The winter season includes the months of November through March.

For MGU, which is served by the ANR-SW Pipeline and serves the towns of Hamilton and Gallatin, the effect of these changes will decrease the PGA factor for the 2006-2007 winter season to \$0.7291 per hundred cubic feet (Ccf) from the 2005-2006 winter season PGA of \$0.9274 per Ccf. The ACA factor, a component of the PGA factor, decreased to <\$0.0553> from <\$0.0076>.

Case No. GR-2007-0178, under which these changes were filed, was established to track the Company's PGA factors to be reviewed in its 2006-2007 ACA filing. Interim subject to refund status should be maintained pending a final Commission decision in Case No. GR-2007-0178.

The Commission's Energy Department - Tariffs/Rate Design Staff (Staff) has verified that this company has filed its annual report and is not delinquent on any assessment. Staff is not aware of any other matter before the Commission that affects, or is affected by, this filing.

Staff has reviewed this filing and has determined that it was calculated in conformance with

MGU's PGA Clause. Staff is of the opinion that good cause for approval of these tariff sheets on less than thirty (30) days notice is demonstrated by MGU's Commission-approved PGA clause allowing for ten (10) business days notice for PGA change filings. Therefore, Staff recommends that the following tariff sheets, filed on November 3, 2006 be approved, interim subject to refund:

P.S.C. MO. No. 1

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2nd Revised Sheet No. 51 Cancelling 1<sup>st</sup> Revised Sheet No. 51

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

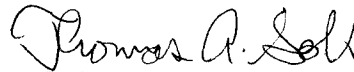
In the Matter of Missouri Gas Utility, )  
Inc.'s Purchased Gas Adjustment (PGA) )  
Factors to be Audited in its 2006-2007 )  
Actual Cost Adjustment )

Case No. GR-2007-0178

**AFFIDAVIT OF TOM SOLT**

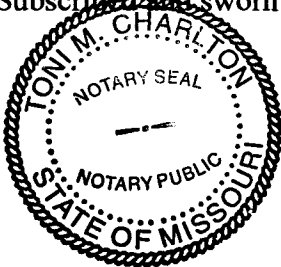
STATE OF MISSOURI     )  
                                      ) ss  
COUNTY OF COLE     )

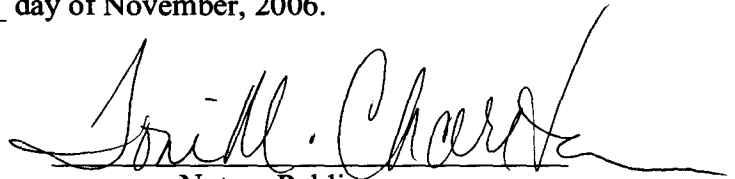
Tom Solt, of lawful age, on his oath states: that has participated in the preparation of the foregoing written report, consisting of 2 pages to be presented in the above case, that the information in the attached written report were given by; that has knowledge of the matters set forth in such report; and that such matters are true to the best of knowledge and belief.



Tom Solt

Subscribed and sworn to before me this 7th day of November, 2006.





Notary Public

TONI M. CHARLTON  
Notary Public - State of Missouri  
My Commission Expires December 28, 2008  
Cole County  
Commission #04474301

My commission expires \_\_\_\_\_