STATE OF MISSOURI PUBLIC SERVICE COMMISSION JEFFERSON CITY May 16, 2001

CASE NO: GR-2001-36

Office of the Public Counsel P.O. Box 7800 Jefferson City, MO 65102

James M. Fischer
Fischer & Dority, P.C.
101 Madison Street, Suite 400
Jefferson City, MO 65101

General Counsel

Missouri Public Service Commission P.O. Box 360 Jefferson City, MO 65102

Enclosed find certified copy of an ORDER in the above-numbered case(s).

Sincerely,

Dale Hardy Roberts

Secretary/Chief Regulatory Law Judge

BEFORE THE PUBLIC SERVICE COMMISSION

OF THE STATE OF MISSOURI

In the Matter of Greeley Gas Company's Purchased) Case No. GR-2001-36
Gas Adjustment Factors to be Reviewed in its) Tariff No. 200100516
1999-2000 Actual Cost Adjustment.

ORDER DIRECTING RESPONSE

This case was opened for the purpose of receiving and reviewing Greeley Gas Company's Purchased Gas Adjustment factors reviewed in its Actual Cost Adjustment (ACA) filing for the fiscal year 1999-2000. On May 1, 2001, the Procurement Analysis Department of the Staff of the Commission filed its Recommendation stating that it had reviewed Greeley's 1999-2000 ACA filing for its Southwest Missouri District. Staff stated that the filing was made on November 3, 2000, for rates to become effective December 1, 2000, which the Commission approved, interim subject to refund, on November 28, 2000. Staff stated that the audit consisted of an analysis of the billed revenues and actual gas costs included in the Company's computation of the ACA rate for the period of June 1999 to May 2000. Further, Staff stated that there are approximately 550 customers on Greeley's Southwest Missouri District.

Staff proposed that Greeley adjust its ACA balance in its next ACA filing by an increase of \$7,518 adjusting the \$68,478 overrecovery balance to \$60,960 overrecovery balance to reflect the adjustments proposed relating to gas costs, storage and gas supply realignment costs. Staff also recommended that Greeley increase the supplier refunds owed to

customers balance amount by \$200 and include hedging provisions in its RFP to mitigate price risk and reduce exposure to price volatility in the market. Finally, Staff recommended that Greeley be directed to submit a reliability study addressing the heatload factor, selection of peak heating degree days (HDD), comparison of estimated usage to actual usage, and negative reserve margin comments as discussed in the Reliability Study section of the Staff's Recommendation.

The Commission has reviewed the memorandum filed by Staff and determines that it is appropriate for Greeley to respond to Staff's recommendations no later than June 15, 2001.

IT IS THEREFORE ORDERED:

- That Greeley Gas Company shall file a response to the Recommendation of the Staff of the Commission no later than June 15, 2001.
 - That this order shall become effective on may 26, 2001.

BY THE COMMISSION

lak Hord Roberts

Dale Hardy Roberts

Secretary/Chief Regulatory Law Judge

(SEAL)

Shelly A. Register, Regulatory Law Judge, by delegation of authority pursuant to Section 386.240, RSMo 2000.

Dated at Jefferson City, Missouri, on this 16th day of May, 2001.

STATE OF MISSOURI

OFFICE OF THE PUBLIC SERVICE COMMISSION

I have compared the preceding copy with the original on file in this office and I do hereby certify the same to be a true copy therefrom and the whole thereof.

WITNESS my hand and seal of the Public Service Commission, at Jefferson City,

Missouri, this 16th day of May 2001.

Dale Hardy Roberts

lak HARd Roberts

Secretary/Chief Regulatory Law Judge