

STATE OF IOWA  
DEPARTMENT OF COMMERCE  
UTILITIES BOARD

IN RE:  INTERSTATE POWER AND LIGHT COMPANY	DOCKET NO. PGA-07-42
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**ORDER REQUIRING REVISED ANNUAL PURCHASED  
GAS ADJUSTMENT RECONCILIATION FILING**

(Issued December 14, 2007)

On October 30, 2007, the Utilities Board (Board) issued an order docketing for further review the annual purchased gas adjustment (PGA) reconciliation filing made by Interstate Power and Light Company (IPL). The annual reconciliation is for the period ending August 31, 2007, and shows that IPL overcollected from firm customers and undercollected from interruptible customers for that period. The Board docketed the annual reconciliation filing in response to an objection filed by the Consumer Advocate Division of the Department of Justice (Consumer Advocate). Consumer Advocate objected to the inclusion in the annual reconciliation of a portion of a refund made by IPL to Pioneer Hi-Bred International, Inc. (Pioneer), resulting from correction of a meter multiplier error at Pioneer's Sheldahl plant. The Board docketed the complaint as Docket No. FCU-07-13 to determine whether IPL can recover a portion of the refund through the PGA from other PGA customers. The Board docketed the annual reconciliation pending its decision in the complaint docket.

A resolution of Docket No. FCU-07-13 will not be made until after January 1, 2008, and it would not be reasonable to delay implementation of the annual reconciliation adjustment until after that date. The Board will therefore direct IPL to file a revised annual reconciliation calculation that includes the portion of the refund made to Pioneer that is currently included in the reconciliation filing. The annual reconciliation can then be implemented beginning with the January PGA factor. Any further adjustments that may be appropriate after the Board's decision in Docket No. FCU-07-13 will be ordered in that docket.

**IT IS THEREFORE ORDERED:**

Interstate Power and Light Company shall file a revised annual reconciliation for the period ending August 31, 2007, as described in this order on or before December 21, 2007.

**UTILITIES BOARD**

/s/ John R. Norris

/s/ Krista K. Tanner

ATTEST:

/s/ Judi K. Cooper  
Executive Secretary

/s/ Darrell Hanson

Dated at Des Moines, Iowa, this 14<sup>th</sup> day of December, 2007.