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OF COUNSEL RICHARD T. CIOTTONE

September 26, 2002

Secretary Public Service Commission P. O. Box 360 Jefferson City, MO 65102 FILED³
SEP 2 6 2002

Service Commission

RE: Case No. GA-2003-

Application of Missouri Gas Energy

Dear Sir:

Enclosed for filing in the above-referenced proceeding please find an original and eight copies of the Application of Missouri Gas Energy. Please stamp the enclosed extra copy of each "filed" and return same to me.

If you have any questions concerning this matter, then please do not hesitate to contact me. Thank you very much for your attention to this matter.

Sincerely,

BRYDOX, SWEARENGEN & ENGLAND P.C.

By:

Dean L. Cooper

DLC/tli Enclosures

cc:

Office of the General Counsel Office of the Public Counsel

Mike Noack

BEFORE THE PUBLIC SERVICE COMMISSION FILED³ OF THE STATE OF MISSOURI SEP 2 6 2002

In the matter of the application of Missouri Gas Energy, a division of Southern Union Company, for a certificate of public convenience and necessity) Service Commit
authorizing it to construct, install, own, operate, control, manage and maintain a natural gas distribution system to provide gas service in) Case No. GA-2003-)
Aurora, Missouri, as an expansion of its existing certificated area.))

APPLICATION

Comes now Missouri Gas Energy, a division of Southern Union Company, ("MGE" or "Applicant"), by and through its counsel, and for its application pursuant to Section 393.170 RSMo 2000 and 4 CSR 240-2.060(1) and (4) for a certificate of public convenience and necessity, respectfully states as follows:

- Applicant is Missouri Gas Energy, a division of Southern Union Company.
 MGE's principal office is located at 3420 Broadway, Kansas City, Missouri 64111.
- 2. Southern Union Company is a corporation duly incorporated under the laws of the state of Delaware and conducts business in Missouri under the fictitious name of Missouri Gas Energy. A copy of a certificate from the Missouri Secretary of State that Southern Union Company is authorized to do business in Missouri as a foreign corporation was submitted in Case No. GA-2001-509 and is incorporated by reference. A copy of a certificate from the Missouri Secretary of State that Missouri Gas Energy is a registered fictitious name of Southern Union Company was submitted in Case No. GA-2001-509 and is incorporated by reference. Other than cases that have been docketed at the Commission, MGE has no pending action or final unsatisfied

judgments or decisions against it from any state or federal agency or court within the past three (3) years that involve customer service or rates. MGE has no annual report or assessment fees that are overdue.

- 3. MGE conducts the business of a "gas corporation" and provides natural gas service in the Missouri counties of Andrew, Barry, Barton, Bates, Buchanan, Carroll, Cass, Cedar, Christian, Clay, Clinton, Cooper, Dade, Dekalb, Greene, Henry, Howard, Jackson, Jasper, Johnson, Lafayette, Lawrence, McDonald, Moniteau, Cedar, Pettis, Platte, Ray, Saline, Stone, and Vernon, subject to the jurisdiction of the Missouri Public Service Commission (Commission).
- 4. All correspondence, communications, notices, order and decisions of the Commission with respect to this matter should be sent to:

Michael R. Noack Manager, Pricing & Regulatory Affairs Missouri Gas Energy 3420 Broadway Kansas City, Missouri 64111 Tel: (816) 360-5560

Tel: (816) 360-5560 Fax: (816) 360-5536

Email: Mnoack@mgemail.com

Gary W. Duffy, Attorney at Law Brydon, Swearengen & England P.C. 312 East Capitol Avenue P.O. Box 456 Jefferson City, Missouri 65102-0456 Tel: (573) 635-7166

Fax: (573) 635-7166

Email: <u>Duffy@Brydonlaw.com</u>

5. Attached hereto and marked as <u>Appendix A</u> is a map of the location of the proposed service area that is Section 17, Township 26 North, Range 25 West in

Lawrence County, Missouri. MGE already has a certificate from the Commission to serve sections 2, 6, 7, 8, 18 and 19 in that same Township and Range, in addition to numerous other sections in Lawrence County.

- 6. Attached hereto and marked as <u>Appendix B</u> is a metes and bounds legal description of the proposed boundaries of the certificated area in Lawrence County, consisting of one (1) section.
- 7. Attached hereto and marked as **Appendix C** is a summary of the plans and specifications for the project including the estimated cost of construction and estimated revenues during the first three years. No particular external financing is anticipated for construction related to this area. Construction methods will follow MGE's customary standards and the rules of the Commission.
- 8. Attached hereto and marked as **Appendix D** is a list of ten persons residing in or who are landowners within the proposed service area.
- 9. A Long John Silver's Restaurant and convenience store in Aurora, Missouri has requested that MGE provide them with gas service. The customer is located within Section 17, Township 26 North, Range 25 West, at 103 Pin Oak Dr., Aurora, Missouri, in Lawrence County. Another customer, Cox Medical has requested service at 106 Commerce Dr., Aurora, Missouri in Lawrence County. This is an area where MGE currently does not hold a certificate for gas service from the Commission. MGE has determined that in order to provide natural gas service to these two customers, the most efficient and economical method would be to extend a 4-inch diameter plastic main approximately 4900 feet into this new area. Because MGE does not have a certificate from the Commission for the area where these potential new

customers who have requested service are located, it is necessary for MGE to obtain the requisite permission from the Commission.

- 10. Applicant will not require any additional franchises or permits from municipalities, counties, or other authorities in connection with the proposed construction other than the usual and customary state highway, railroad and county road permits which will be obtained prior to construction.
- 11. Applicant's existing rates and regulations for natural gas service contained in its tariff, as the same may change from time to time pursuant to law, will apply to service in the proposed area.
- 12. The area in which MGE is seeking to be certificated hereby is expected to develop and require natural gas service. Service from a Commission-regulated natural gas supplier is not available in this area at the present time. Since MGE has the ability to provide service in this area by construction of additions to existing facilities, MGE believes that potential new customers should be afforded the opportunity to take service from MGE if they so desire, pursuant to MGE's extension rule.
- 13. No gas transmission lines are required to be constructed as a part of this application.
 - 14. The proposed service area is located within the City of Aurora, Missouri.
- 15. MGE further states that the potential customers in the proposed new service area desire their natural gas service to commence no later than November 1, 2002, and therefore MGE requests that the shortest possible notice provisions be utilized in order to process this case quickly so that MGE can commence construction as soon as an order is received.

WHEREFORE, Applicant requests an order from the Commission granting it a certificate of convenience and necessity to construct, install, own, operate, control, manage, and maintain a system for the provision of natural gas service to the public pursuant to its approved rates, rules and regulations, in Section 17, Township 26 North, Range 25 West in Lawrence County, Missouri.

Respectfully submitted,

Gary W. Duffy

MBE∕#24905

BRYDON, SWEARENGEN & ENGLAND P.C.

312 East Capitol Avenue

P.O. Box 456

Jefferson City, Missouri 65102-0456

(573) 635-7166 telephone

(573) 635-3847 (facsimile)

Email: <u>Duffy@Brydonlaw.com</u>

Attorneys for Missouri Gas Energy

Certificate of Service

The undersigned certifies that a true and correct copy of the foregoing was served by hand delivery on the following counsel this ____ day of September 2002.

Office of the General Counsel
Missouri Public Service Commission
Governor State Office Building
Jefferson City, Missouri

Office of the Public Counsel Governor State Office Building Jefferson City, Missouri

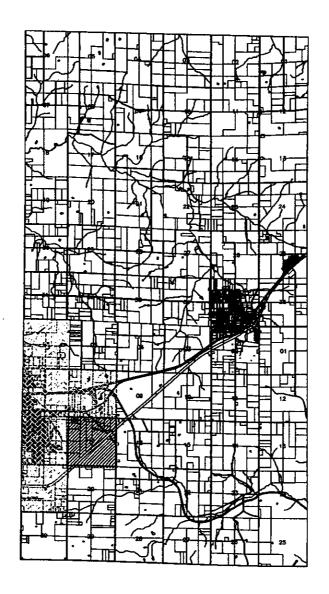
Gary W. Duffy

MGEAuroracertapp/gdmydocs/wp8

VERIFICATION

STATE OF PENNSYLVANIA)
) ss
COUNTY OF LUZERNE)
personally known, who, being by me first of Union Company and acknowledged that he believes that the allegations therein are tru	02, before me appeared Thomas F. Karam, to me duly sworn, states that he is the President of Southern e had read the above and foregoing document and e and correct to the best of his information, knowledge ttorneys are authorized to file said application on
	At the area sought in this certificate application is Missouri, and Southern Union Company has received oal authorities involved in this application.
Subscribed and sworn to before me	Notary Public Seal Notary Public
My Commission expires City of Wilkes-Bare, My Commission Expi Member, Pennsylvania A	res june 1, 2006
<u>V</u>	<u>ERIFICATION</u>
STATE OF PENNSYLVANIA)
) ss
COUNTY OF LUZERNE On the day of September, 2) 002, before me appeared Dennis K. Morgan, to me
personally known, who, being by me first Union Company and states that the area so	duly sworn, states that he is the Secretary of Southern ought in this certificate application is located within the hern Union Company has received the required consent
Subscribed and sworn to before m	e this 24 Pay of September 2002.
	Notary Public M. Mallon
My Commission expires: Bonny M. N. City of Wilkes- My Commission	tarial Seal allon, Notary Public Barre, Luzerne County t Expires June 1, 2006 ania Association of Notaries





Lawrence County Missouri Gas Energy Certification Request

MGE Proposed Territory
MGE Existing Territory





Scale 1/2" = 1 Mile

Lawrence County

Township

Range

Section

26n

25w

17

DRAWING NO.:	christi	an.d	wg	.				ENGINEERING DEPA	DTMCDAFT
1 2 3					MGS	MISSOURI	GAS ENERGY		
REV. DI	ESCRIPTION	W/R#:	DATE	BY		Lawi	rence County		DISTRICT NO.:
DWN.BY: T. McGill	DESIGNED BY: T. McGill	W/K#:				Missou	uri Gas Energy		
DATE: 10/27/1999	SCALE: 1/2" = 5,280'	HQ#:				Certific	cation Request		SHEET NO.: 1 OF 1

Appendix B

MISSOURI GAS ENERGY APPLICATION FOR CERTIFICATE OF CONVENIENCE AND NECESSITY Metes And Bounds

COUNTY	TOWNSH	& RANGE SECTIONS		
LAWRENCE	T 26 n	R 25 w	SEC 17	

ANT THE LUUZ STERMISSOURI GAS ENERGY

APPENDIX C PAGE 10f3

ProjectName TO LAY 4900'-4" PLASTIC MAIN

Location BUSINESS 60, EAST OF WOLE RD

WO#

Div/Twn: 0809

City Aurora

TaxCode: 050003

Class: 33

Item: 380 BudgetCatagory: 350

DateRouted:

Cust Need Date:

11/17/2000

Budget Description New Main Extension >200' - 3760

Design Date 11/17/2000

Supervisor: JIM CARRIER

Engineer D. COX

Approved: 3/20/2001

MEA:

Reimbursable []

JobType: Estimate

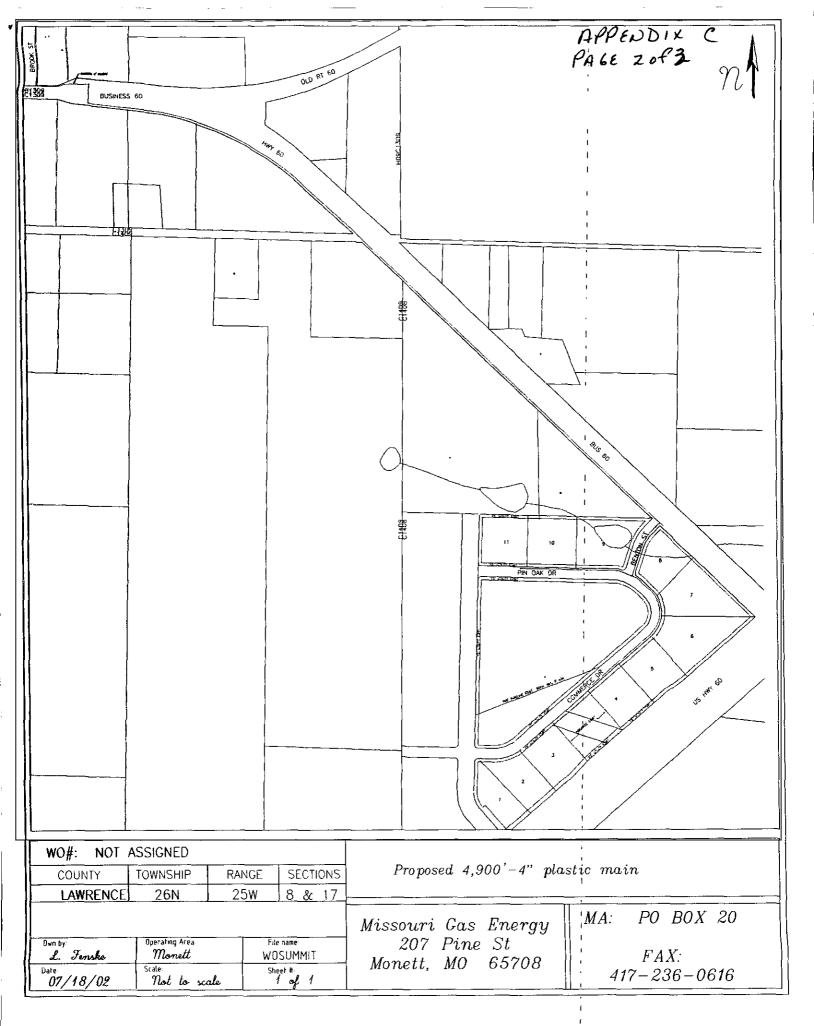
Contributions

\$0.00

\$0.00 State: 50.00 City: County \$0,00 Local: \$0.00 Total Materials: \$7,741.64 Total Energy: Total Texable Charges:

Subtotal \$23,850.93 Labor Overheads@96.74% \$1,658.51 Less 36.60% on O.T. \$0.00 Stores Loading@ 28.00% \$1,852.71 Lost Opportunity @ 0.00% \$0.00 Lost Opportunky Overheads @ 0.00% \$0.00 Total Taxes: \$0.00 Construction Overheads@ 46.50% \$12,630.40 TOTAL: \$39,792,55 Contrib Reinburg Ame \$0.00 849,782.56 NetToCompany:

1	Approx	۱/2 أو: مريسيون مريسيون المريسيون المريسيون المريسيون المريسيون المريسيون المريسيون المريسيون المريسيون المريس	يجانك بيك بيداري والوعرب	والمراجع والم والمراجع والمراجع والمراجع والمراجع والمراجع والمراجع والمراج
	Date Approx	Signature	Date	Signature
				
ı				



Appendix C Page 3 of 3

Missouri Gas Energy Application of Certificate of Convenience and Necessity Projection of Revenues and Expenses

Revenue	(1)	\$ <u>Year 1</u> 1,336.48	\$ <u>Year 2</u> 1,336.48	\$ <u>Year 3</u> 1,336.48
Expenses Oper & Maint Depreciation Property Tax		244.80 - 397.93	244.80 - 397.93	244.80 - 397.93
Total Expense		642.73	642.73	642.73

^{(1) -} Rates as approved in GR-2001-292

	NAME	ADDRESS	SEC	TWN	RNG
1_	Ronald D. & Carla K. Hedrick	Rt 2 Box 391, Aurora Mo. 65605	17	26	25_
2	D. E. & Betty J King	21157 Lawrence 1200, Aurora, Mo. 65605	17	26	25
3	Hazel Henry	20547 Lawrence 2210, Aurora, Mo. 65605	17	26	25_
4	Lois Hemphill	1406 E. Highland St., Aurora, Mo. 65605	17	26	25
5	Randale E. & Pamela S. Handshy	1410 E. Highland, Aurora, Mo. 65605	17	26	25
6	William & Kathryn Faucher	1625 S. Engle, Aurora, Mo. 65605	17	26	25
7	Ryan Carter	1929 W. Meadow Lark Ln, Aurora, Mo. 65605	17	26	25
8	Dean Bowling	725 E. Church, Aurora, Mo. 65605	17	26	25
9	Richard Michael & Kirstin Bloss	1670 Porter Ave, Aurora, Mo. 65605	17	26	25
10	Douglas Sr & Lorrain Birchfield	730 Airport Rd, Aurora, Mo. 65605	17	26	25