

LAW OFFICES
BRYDON, SWEARENGEN & ENGLAND

DAVID V.G. BRYDON
JAMES C. SWEARENGEN
WILLIAM R. ENGLAND, III
JOHNNY K. RICHARDSON
GARY W. DUFFY
PAUL A. BOUDREAU
SONDRA B. MORGAN
CHARLES E. SMARR

PROFESSIONAL CORPORATION
312 EAST CAPITOL AVENUE
P. O. BOX 456
JEFFERSON CITY, MISSOURI 65102-0456
TELEPHONE (573) 635-7166
FACSIMILE (573) 635-3847
E-MAIL: DUFFY@BRYDONLAW.COM

DEAN L. COOPER
MARK G. ANDERSON
GREGORY C. MITCHELL
BRIAN T. MCCARTNEY
BRIAN K. BOGARD
DIANA C. FARR
JANET E. WHEELER

OF COUNSEL
RICHARD T. CIOTONE

May 23, 2002

Executive Secretary
Public Service Commission
Governor Office Building
Jefferson City, MO

Hand delivery

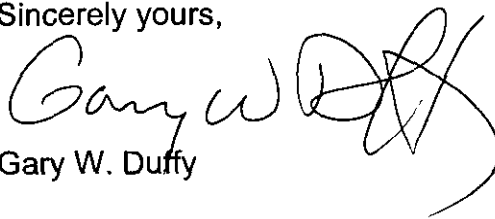
RE: Missouri Gas Energy
Application for CCN in Cedar County

Good morning:

Enclosed for filing in the above-referenced proceeding please find an original and eight copies of an Application for a certificate of public convenience and necessity.

If you have any questions, please give me a call.

Sincerely yours,


Gary W. Duffy

Enclosures
cc w/encl:

Office of Public Counsel
Office of the General Counsel

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

In the matter of the application of Missouri Gas)	
Energy, a division of Southern Union Company, for)	
a certificate of public convenience and necessity)	
authorizing it to construct, install, own, operate,)	Case No. GA-2002-
control, manage and maintain a natural gas)	
distribution system to provide gas service in)	
Cedar County, 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:

1. 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 which 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 which involve customer service or rates. MGE has no annual report or assessment fees which 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
Fax: (816) 360-5536
Email: Mnoack@mgemail.com

Gary W. Duffy, Attorney at Law
Brydon, Swearingen & England P.C.
312 East Capitol Avenue
P.O. Box 456
Jefferson City, Missouri 65102-0456
Tel: (573) 635-7166
Fax: (573) 635-3847
Email: Duffy@Brydonlaw.com

5. Attached hereto and marked as **Appendix A** is a map of the location of the proposed service area which is Section 35, Township 36 North, Range 28 West in Cedar County, Missouri. MGE already has a certificate from the Commission to serve sections 15, 16, 17, 20,

21, 22, 27, 28, 29, 32, 33 and 34 in that same Township and Range, in addition to numerous other sections in Cedar County.

6. Attached hereto and marked as **Appendix B** is a metes and bounds legal description of the proposed boundaries of the certificated area in Cedar 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. Two new customers on Airport Road have requested that MGE provide them with gas service. The customers are located within Section 35, Township 36 North, Range 28 West, at 3975 E. 320 Road and 4035 E. 320 Road, Eldorado Springs, Missouri, in Cedar 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 2 inch diameter plastic main approximately 325 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 these areas 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.

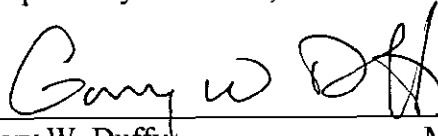
14. There are no municipalities located within the proposed service area.

15. MGE further states that the potential customers in the proposed new service area desire their natural gas service to commence no later than August 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 35, Township 36 North, Range 28 West in Cedar 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
(573) 635-3847 (facsimile)
Email: Duffy@Brydonlaw.com

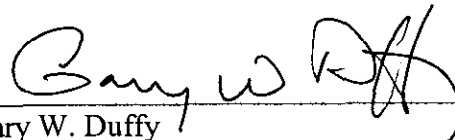
Attorneys for Missouri Gas Energy

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 23rd day of May, 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

VERIFICATION

STATE OF PENNSYLVANIA

1

) SS

COUNTY OF LUZERNE

)

On the 20th day of May, 2002, before me appeared Thomas F. Karam, to me personally known, who, being by me first duly sworn, states that he is the President of Southern Union Company and acknowledged that he had read the above and foregoing document and believes that the allegations therein are true and correct to the best of his information, knowledge and belief, and that the above designated attorneys are authorized to file said application on behalf of Southern Union Company.

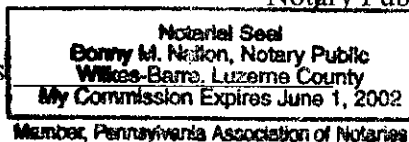
Thomas F. Karam further states that the area sought in this certificate application is not located within the boundaries of any municipality, and therefore Southern Union Company has received the required consent of the proper municipal authorities involved in this application.

Thomas F. Karam

Subscribed and sworn to before me this 20th day of May, 2002.

Bonny M. Paddon
Notary Public

My Commission expires _____



VERIFICATION

STATE OF PENNSYLVANIA

(


SS

COUNTY OF LUZERNE

1

On the 20th day of May, 2002, before me appeared Dennis K. Morgan, to me personally known, who, being by me first duly sworn, states that he is the Secretary of Southern Union Company and states that the area sought in this certificate application is not located within the boundaries of any municipality, and therefore Southern Union Company has received the required consent of the proper municipal authorities involved in this application.

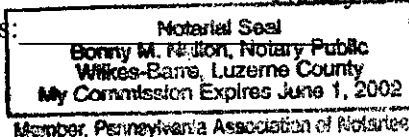
l authorities involved in this application.


Dennis K. Morgan

Subscribed and sworn to before me this 20th day of May, 2002.

Donny M. Nelson
Notary Public

My Commission expires:





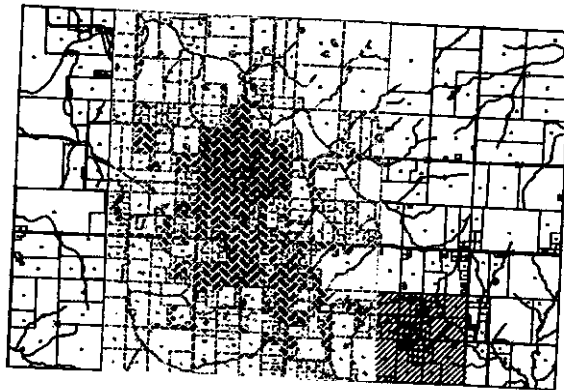
Appendix A

Missouri Gas Energy Certification Request


MGE Proposed Territory
MGE Existing Territory



Scale 1/2" = 1 Mile



Township Range Section
Cedar County 36n 28w 35

DRAWING NO. : <i>cedar01.dwg</i>				 MISSOURI GAS ENERGY ENGINEERING DEPARTMENT 3420 BROADWAY KANSAS CITY, MO., 64111		
1						
2						
3						
REV.	DESCRIPTION	DATE	BY	<i>Cedar Counties Missouri Gas Energy Certification Request</i>		
DWN. BY:	DESIGNED BY:	W/R#:				DISTRICT NO.:
<i>T. McGill</i>	<i>T. McGill</i>					SHEET NO.:
DATE:	SCALE:	HQ#:				<i>1 OF 1</i>
<i>05/07/2002</i>	<i>1/2" = 5,280'</i>					

Appendix B

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

<u>TOWNSHIP</u>	<u>RANGE</u>	<u>SECTIONS</u>
CEDAR COUNTY	T 36 n R 28 w	SEC 35

Appendix C

MISSOURI GAS ENERGY
APPLICATION FOR CERTIFICATE OF CONVENIENCE AND NECESSITY
Projection of Revenues and Expenses

		<u>Year 1</u>	<u>Year 2</u>	<u>Year 3</u>
<u>Revenue</u>	1]	<u>\$460</u>	<u>\$460</u>	<u>\$460</u>
<u>Expenses</u>				
		<u>Year 1</u>	<u>Year 2</u>	<u>Year 3</u>
Oper. & Maint.		244	244	244
Depreciation		45	45	45
Property Tax		<u>36</u>	<u>35</u>	<u>34</u>
Total		<u>\$325</u>	<u>\$324</u>	<u>\$323</u>

1] Rates as approved in GR-2001-292

MISSOURI GAS ENERGY

Work Order Estimate

ProjectName **LAY 325'-2" PLASTIC MAIN**

Location **AIRPORT RD**

WO# **034269**

Div/Twn: **0609**

City **El Dorado Springs**

TaxCode: **017013**

Class: **33** Item: **380** BudgetCatagory: **310**

DateRouted: **4/26/2002** Cust Need Date: **8/1/2002**

Approval Stamp

Budget Description **New Main Extension >200' - 3760**

Design Date **4/26/2002**

Supervisor: **JIM CARRIER**

MEA:

Engineer **D. COX**

Approved:

Reimbursable ☒

JobType: **Major**

Contributions

\$1,715.00

Sales Tax

State:	\$0.00
City:	\$0.00
County:	\$0.00
Local:	\$0.00
Total Materials:	\$180.80
Total Energy:	
Total Taxable Charges:	

Summary

Subtotal:	\$1,549.09
Labor Overheads@86.20%	\$609.06
Less 36.60% on O.T.	\$0.00
Stores Loading@ 66.10%	\$102.14
Lost Opportunity @ 0.00%	\$0.00
Lost Opportunity Overheads @ 0.00%	\$0.00
Total Taxes:	\$0.00
Construction Overheads@ 62.30%	\$1,408.16
TOTAL:	<u>\$3,668.45</u>
Contrib./Reinburs.Amt:	\$1,715.00
NetToCompany:	\$1,953.45

Approvals:

Date	Signature	Date	Signature

MISSOURI GAS ENERGY

Work Order Estimate

WO 034269

ProjectName: LAY 325'-2" PLASTIC MAIN

Location: AIRPORT RD

DETAILS

TrackNumber 042602937

Type	Description	Rate/UnitPrice	Units/Hours		
<i>Equip</i>					
CREW TRUCK		\$27.00	16		\$432.00
BACKHOE		\$16.00	16		\$256.00
				<i>Subtotal:</i>	\$688.00
<hr/>					
<i>Labor</i>				<i>Rate</i>	<i>All</i> <i>O.T.</i>
Working Foreman C&M		\$22.86	16	1	\$365.76
DMO		\$21.30	16	1	\$340.80
				<i>Subtotal:</i>	\$706.56
<hr/>					
<i>Mat</i>					
3110849 CAP-PL 2406 BUTT FUSION 2"		\$1.38	1		\$1.38
3284129 WIRE-SOLID COPPER #12 THWN YELLOW		\$0.04	335		\$13.40
3193055 PIPE-PL 2 2406 ASTM D 2513 YELLOW		\$0.43	325		\$139.75
				<i>Subtotal:</i>	\$154.53

10

MISSOURI GAS ENERGY

Work Order Estimate

WO 034269

ProjectName: LAY 325'-2" PLASTIC MAIN

Location: AIRPORT RD

PURPOSE AND NECESSITY

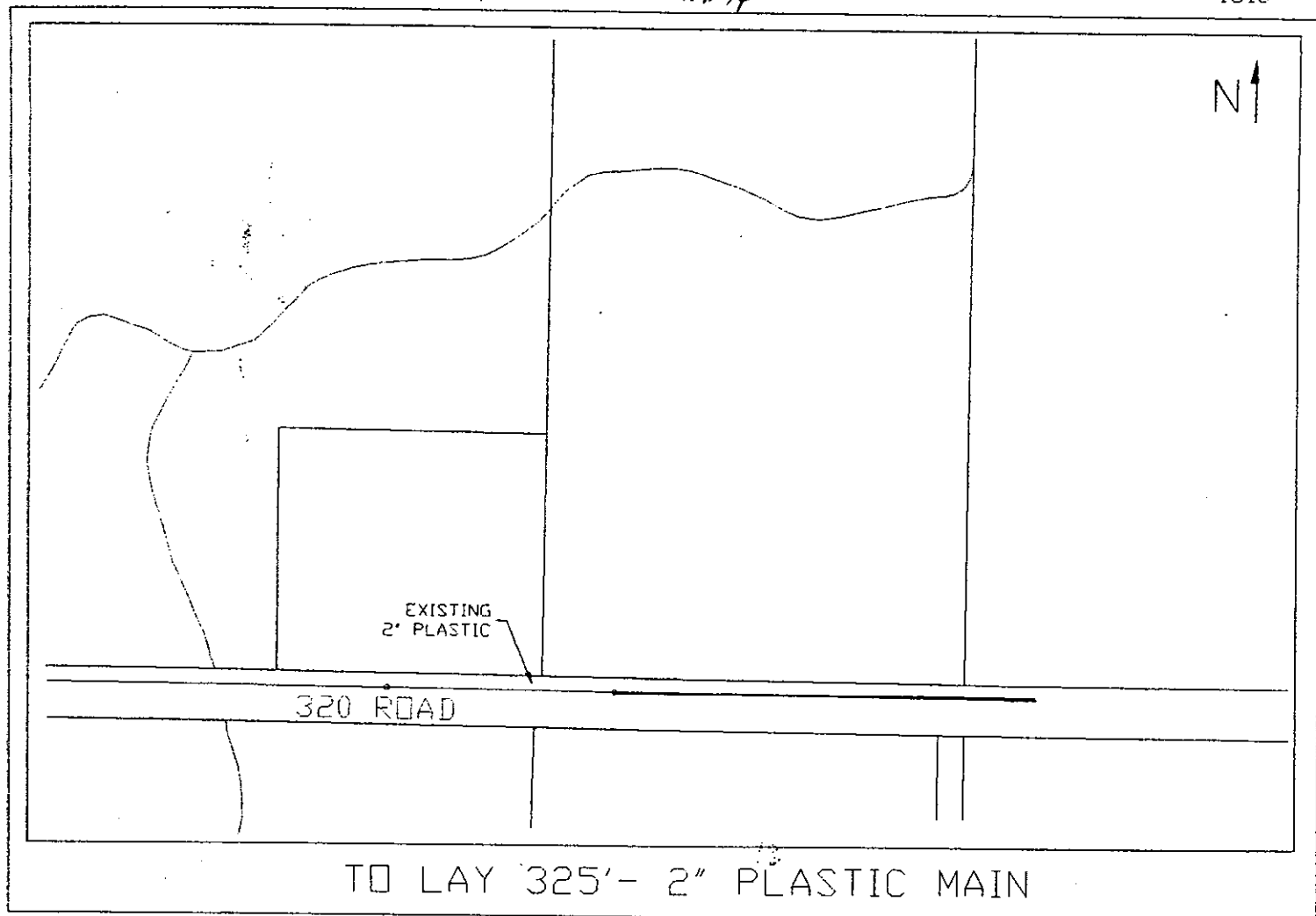
WO 034269

THIS WORK IS NECESSARY TO LAY 325'-2" PLASTIC MAIN IN AIRPORT RD. IN ELDORADO SPRINGS TO SERVE TWO CUSTOMERS, TWO ALLOWANCES GIVEN FOR 3975 & 4035 E. 320 RD. CUSTOMER CONTRIBUTION \$1,715.00 WILL BE COLLECTED PRIOR TO CONSTRUCTION.

FIELD SKETCH

T 36N R28W Sec 34 NE 1/4 + SEC 35 NW 1/4

1610



CATHODIC PROTECTION:

RECTIFIER _____

NO. OF ANODES _____

CURRENT DRAIN _____

ANODE SIZE _____

TYPE OF SOIL _____

ANODE DEPTH _____

MAIN DEPTH _____

PIPE TO SOIL POTENTIAL:

NEW MAIN:

_____ VOLTS

OLD MAIN:

BEFORE _____ VOLTS

AFTER _____ VOLTS

FOR _____ OFFICE _____ PERSONNEL _____ ONLY

TO LAY 325'

LAID _____

OF 2"(Plastic)TOWN Eldorado SpgsCOUNTY CedarSTATE MO

DATE _____

W.O. 06.0903-4269

Appendix D

**MISSOURI GAS ENERGY
APPLICATION FOR CERTIFICATE OF CONVENIENCE AND NECESSITY
Listing of Landowners**

Larry Hines
Route 3
Eldorado Springs, MO 64744

Wendel Allen
Route 3
Eldorado Springs, MO 64744

Darrin Mayer
Route 3
Eldorado Springs, MO 64744

Charlie Walters
Route 3
Eldorado Springs, MO 64744

David Large
Route 3
Eldorado Springs, MO 64744

Byron Hamilton
Route 3
Eldorado Springs, MO 64744

Harold Perkins
Route 3
Eldorado Springs, MO 64744

Don Clowes
Route 3
Eldorado Springs, MO 64744

Ronnie Hieber
Route 3
Eldorado Springs, MO 64744

Charles Cantrell
Route 3
Eldorado Springs, MO 64744