

**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,)
control, manage and maintain a natural gas)
distribution system to provide gas service in)
Christian County, Missouri, as an expansion of its)
existing certified area.)

Case No. _____

APPLICATION

COMES NOW Missouri Gas Energy, a division of Southern Union Company (“MGE” or “Applicant”), by and through its counsel, and as its Application pursuant to §393.170, RSMo (2000), 4 CSR 240-2.060 and 4 CSR 240-3.205 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 herein 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, orders and decisions of the Commission with respect to this matter should be sent to the undersigned counsel and:

Michael R. Noack
Manager, Pricing & Regulatory Affairs
Missouri Gas Energy
3420 Broadway
Kansas City, Missouri 64111
Telephone: (816) 360-5560
Facsimile: (816) 360-5536
Email: Mnoack@mgemail.com

5. Jack Isenberger, a developer, has requested that MGE provide its proposed residential subdivision with natural gas service. The new subdivision is to be located within Section 1, Township 27 North, Range 21 West in Christian County. This is an area where MGE currently does not hold a certificate for natural gas service from the Commission.

6. Attached hereto and marked as **Appendix A** is a map of the location of the proposed service area that is Section 1, Township 27 North, Range 21 West in Christian County. MGE already has a certificate from the Commission to serve Sections 2 and 11 in Township 27

North, Range 21 West (among other sections), which are adjacent to the requested section, in addition to numerous other sections in Christian County.

7. The metes and bounds legal description of the proposed boundaries of the certificated area in Christian County:

Section 1, Township 27 North, Range 21 West in Christian County, Missouri.

8. Attached hereto and marked as **Appendix B** is a feasibility study and description of the plans and specifications for the project including the estimated cost of construction and estimated revenues during the first three years. No external financing is anticipated for construction related to this area. Construction methods will follow MGE's customary standards and the rules of the Commission.

9. Attached hereto and marked as **Appendix C** is a list of eleven persons residing in or who are landowners within the proposed service area.

10. Because MGE does not have a certificate from the Commission for the area where the potential customers are located, it is necessary for MGE to obtain the requisite permission from the Commission.

11. Applicant will not require any 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.

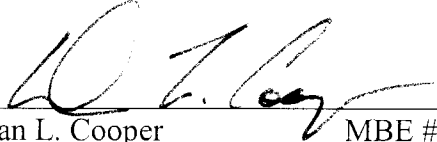
12. Applicant's existing rates and regulations for natural gas service contained in its tariff, as the same may change from time to time pursuant to law, will apply to service in the proposed area.

13. The area in which MGE is seeking to be certificated hereby is expected to develop and require natural gas service. Service from a natural gas supplier is not available in this area at the present time. Since MGE has the franchise and 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. These facts support a finding that the granting of the application is required by the public convenience and necessity.

14. No gas transmission lines are required to be constructed as a part of this application.

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 1, Township 27 North, Range 21 West in Christian County, Missouri.

Respectfully submitted,



Dean L. Cooper MBE #36592
BRYDON, SWEARENGEN & ENGLAND P.C.
312 East Capitol Avenue
P.O. Box 456
Jefferson City, Missouri 65102-0456
Telephone: (573) 635-7166
Facsimile: (573) 635-3847
Email: Dcooper@brydonlaw.com

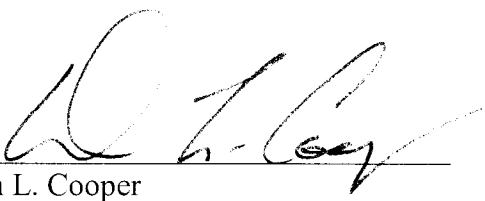
Attorneys for Missouri Gas Energy

CERTIFICATE OF SERVICE

The undersigned certifies that a true and correct copy of the foregoing document was hand-delivered, on the following counsel this 15th day of July, 2004:

Office of the General Counsel
Missouri Public Service Commission
Governor State Office Building
Jefferson City, Missouri 65101

Office of the Public Counsel
Governor State Office Building
Jefferson City, Missouri 65101

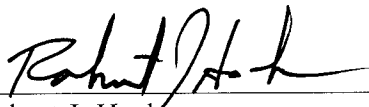


Dean L. Cooper

AFFIDAVIT

STATE OF MISSOURI)
) ss
COUNTY OF Cole)

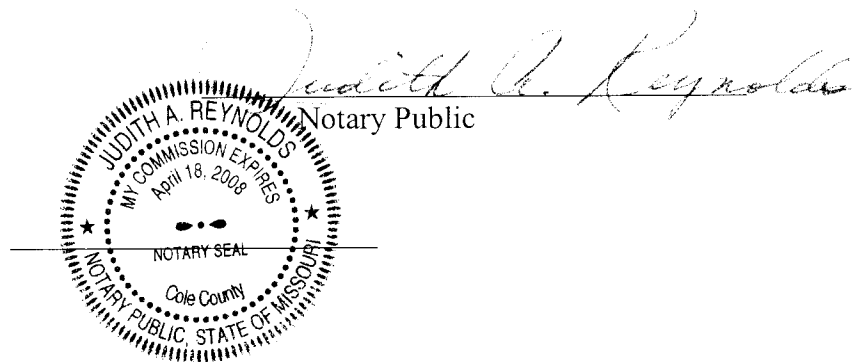
I, Robert J. Hack, having been duly sworn upon my oath, state that I am the Vice President of Missouri Gas Energy, that I am duly authorized to make this affidavit on behalf of Missouri Gas Energy, and that the matters and things stated in the foregoing application and appendices thereto are true and correct to the best of my information, knowledge and belief.

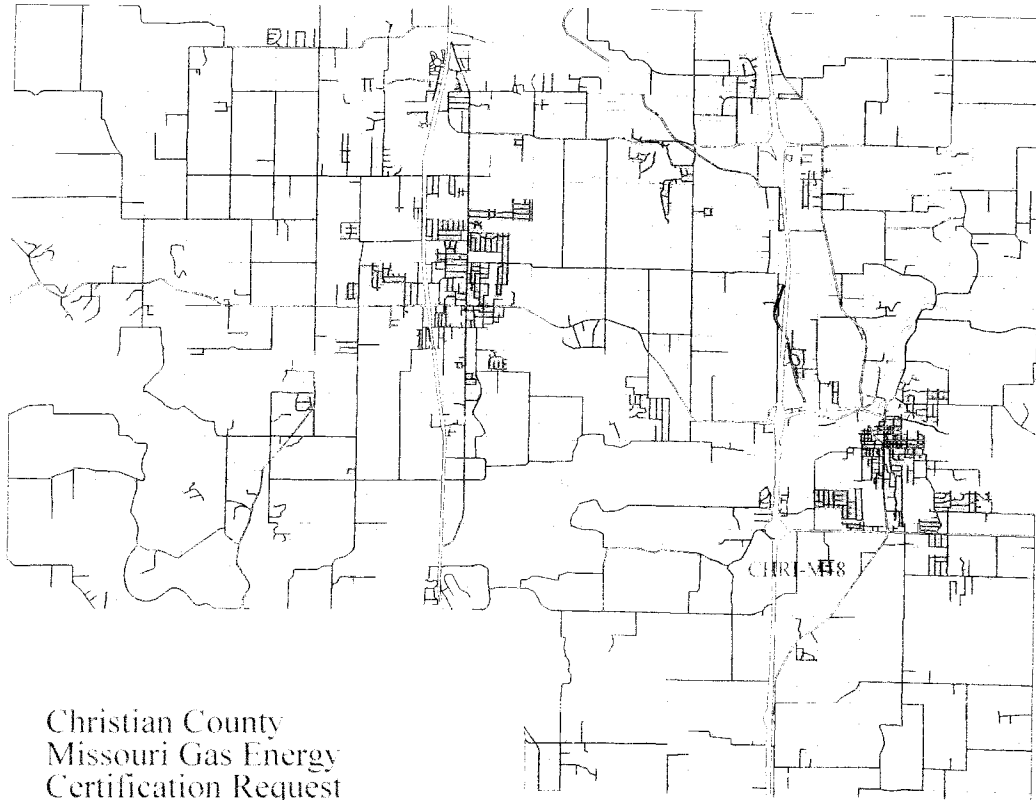


Robert J. Hack

Subscribed and sworn to before me this 29th day of June, 2004.

My Commission Expires:





Christian County
Missouri Gas Energy
Certification Request

MGE Proposed Territory
MGE Existing Territory

Scale 1/2" = 1 Mile

Township Range Section
T27N R21W 1

DRAWING NO. : *christian.dwg*

1
2
3

REV.

DWN. BY:
M. BURNS

DATE:
6/21/2004

DESCRIPTION

DESIGNED BY:
M. BURNS

SCALE:
1/2" = 5,280'

DATE BY

WR#:

HQ#:

*Christian County
Missouri Gas Energy
Certification Request*

DISTRICT NO:

SHEET NO:

1 OF 1

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

		<u>Year 1</u>	<u>Year 2</u>	<u>Year 3</u>
Revenue	(1) \$	9,751.26	\$ 9,751.26	\$ 9,751.26
Expenses				
Oper & Maint		5,630.45	5,630.45	5,630.45
Depreciation		800.58	800.58	800.58
Property Tax		1,160.20	1,160.20	1,160.20
Total Expense		7,591.23	7,591.23	7,591.23

(1) - Rates as approved in GR-2001-292

Customer Charge	5,547.60
Commodity Charge	4,203.66
	9,751.26

Total expenses	\$ 60,768,942	Per GR-2001-292
Customers	496,474	Per GR-2001-293
O & M Expense	122.40	
No. of Customers	46	
	5,630.45	

Total Investment	116,020.00
Property Tax %	1%

Tax	1,160.20
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Depreciable Plant	35,268.00
Deprec Rate	2.27%

Deprec	800.58
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MISSOURI GAS ENERGY

Work Order Estimate

ProjectName **LAY 7560'-4" & 680'-2" PLASTIC MAIN**

Location **GRAND HAVEN-PHASE 1**

WO# **047665**

Div/Twn: **0815**

City **Ozark**

TaxCode: **019-006**

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

DateRouted: **6/18/2004** Cust Need Date: **8/15/2004**

Budget Description **New Main Extension - Contractor Crews 3760 (33-380)**

Design Date **6/17/2004** Superviso **KYLE EDWAR**

Approved Plnt. Acc

MEA:

Engineer **D. COX**

JobType **Major**

Contributions:

\$80,752.00

Reimbursable ☒

Approved By:

On:

Sales Tax

State: \$0.00
City: \$0.00
County: \$0.00
Local: \$0.00

Total Materials: **\$14,153.36**

Total Energy:

Total Taxable Charges:

Summary

Subtotal:	\$70,940.68
Labor Overheads@ 120.00%	\$4,775.04
Less 44.60% on O.T.	\$0.00
Stores Loading@ 31.00%	\$3,750.03
Lost Opportunity @ 0.00%	\$0.00
Lost Opportunity Overheads @ 0.00%	\$0.00
Total Taxes:	\$0.00
Construction Overheads@ 46.00%	\$36,554.25
TOTAL:	\$116,020.00
Contrib. Reimburs. Amt:	\$80,752.00
NetToCompany:	\$35,268.00

Approvals:

Date	Signature	Date	Signature
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

Other Contacts:

Name: Business: Address: Office: Cell: Fax: Email:
JACK ISENBERGER DEVELOPER 4178402011 3705 W. STATE HWY O WILLARD, MO. 65781

MISSOURI GAS ENERGY

Work Order Estimate

WO 047665

ProjectName: LAY 7560'-4" & 680'-2" PLASTIC MAIN

Location: GRAND HAVEN-PHASE 1

DETAILS

TrackNumber 061704951

Type	Description	Rate/UnitPrice	Units/Hours		
Equip					
PICKUP TRUCK		\$5.00	160		\$800.00
				Subtotal:	\$800.00
Labor				Rate	All O.T.
CONTRACT INSPECTOR		\$24.87	160	1	\$3,979.20
				Subtotal:	\$3,979.20
Labor-GDC					
3/4 ROCK		\$9.00	60		\$540.00
INSTALL PLASTIC MAIN 4" > 1000'		\$2.69	7560		\$20,336.40
INSTALL PLASTIC MAIN 2" 101'-1000'		\$2.64	680		\$1,795.20
INSTALL ANODE OR TEST STATION SAME EXCAVATION		\$15.00	32		\$480.00
ROCK REMOVAL (CUBIC YARD)		\$145.00	76		\$11,020.00
EXTRA DEPTH 1' OVER 4" - 1/2" TO 6" PIPE		\$2.85	2000		\$5,700.00
PADDING DIRT PER FOOT 1 1/4" TO 6" PIPE		\$1.71	8300		\$14,193.00
				Subtotal:	\$54,064.60
Mat					
PIPE-PL 2406 SDR 11 500' COIL 2" IPS		\$0.43	680		\$292.40
WIRE-SOLID COPPER #12 THWN YELLOW		\$0.04	8300		\$299.63
ELBOW-PL 2406 90 DEG 4" IPS		\$11.35	1		\$11.35
TEE-PL 2406 4" IPS		\$12.48	9		\$112.32
REDUCER-PL 2406 4" X 2" IPS		\$6.07	10		\$60.70
ANODE-5# ZINC		\$11.48	16		\$183.68
STATION-CATHODIC TEST 2 1/2" ID X 18" 2 TERM		\$10.14	16		\$162.24
FITTING-PL 2406 PURGE POINT 2" IPS		\$11.02	8		\$88.16
PIPE-PL 2406 SDR 11.5 40' LGTH 4" IPS		\$1.44	7560		\$10,886.40
				Subtotal:	\$12,096.88

MISSOURI GAS ENERGY
Work Order Estimate

WO 047665

ProjectName: **LAY 7560'-4" & 680'-2" PLASTIC MAIN**

Location: **GRAND HAVEN-PHASE 1**

PURPOSE AND NECESSITY

WO 047665

THIS WORK IS NECESSARY TO LAY 7560'-4" 7 680'-2" PLASTIC MAIN TO SERVE 72 RESIDENTIAL LOTS IN THE GRAND HAVEN SUBDIVISION-PHASE 1. CUSTOMER CONTRIBUTION \$80,752.00 WILL BE COLLECTED PRIOR TO CONSTRUCTION. MOP 30 MAOP 58 DESIGN 66 PRESSURE TEST TO 100 PSIG

Notes

WO#	IncidentLocation	ProjectName
047665	GRAND HAVEN-PHASE 1	LAY 7560'-4" & 680'-2" PLASTIC MAIN

6/18/2004 copy of work order and plat map sent to Mike Noack in K. C. mail bag 6/18/04

Document
Number:

Material Issue Requisition

WorkOrderNo.

047665

Job Type: Major

Supervisor:

KYLE EDWARDS



Issue

☐ Return

☐ Transfer to Whse

ProjectName

LAY 7560'-4" & 680'-2" PLASTIC MAIN

Project Location

GRAND HAVEN-PHASE I

Town

Ozark

Project Type

New Main Extension - Contractor Crews 3760 (33-380)

Engineer

D. COX

Approved Date:

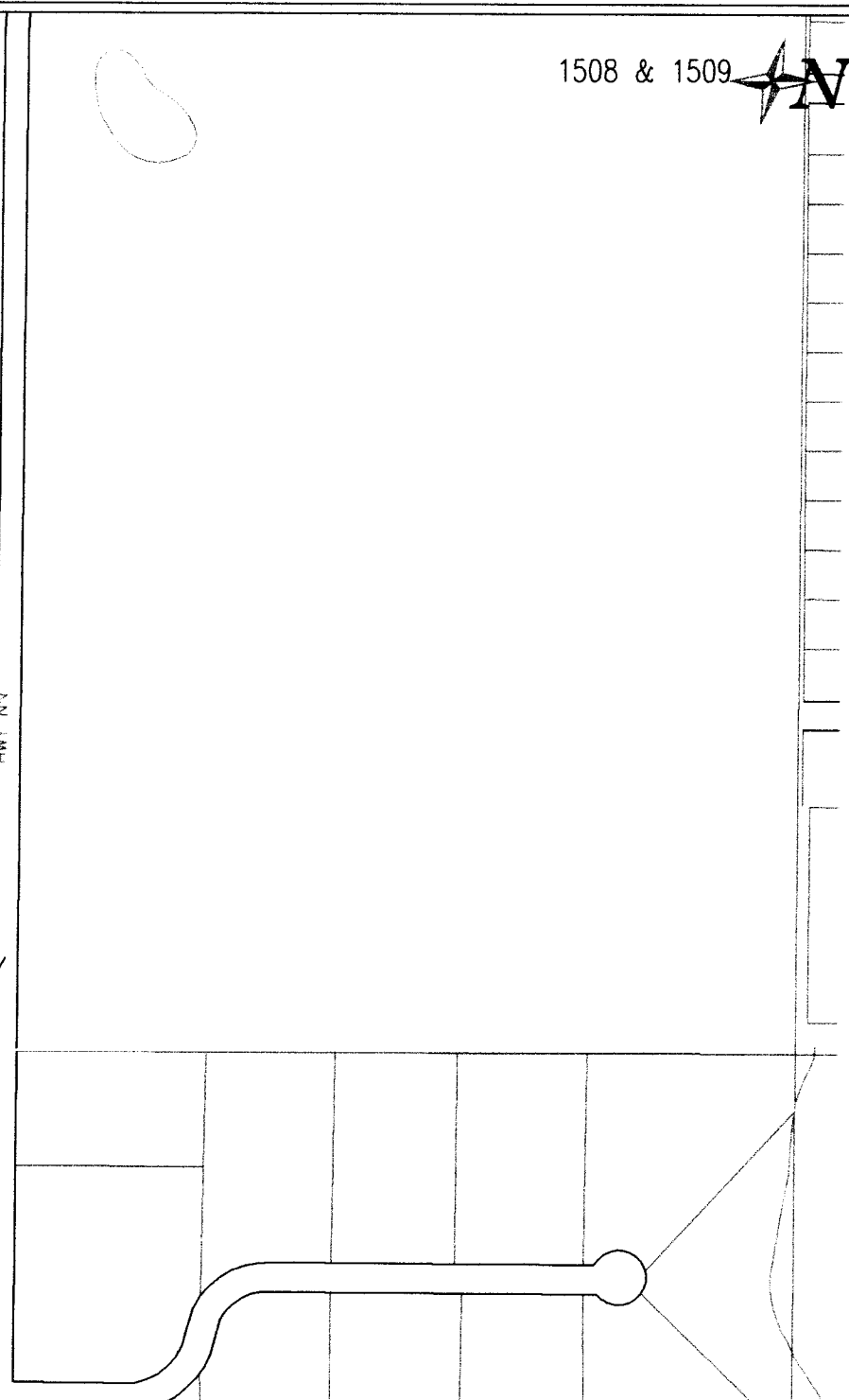
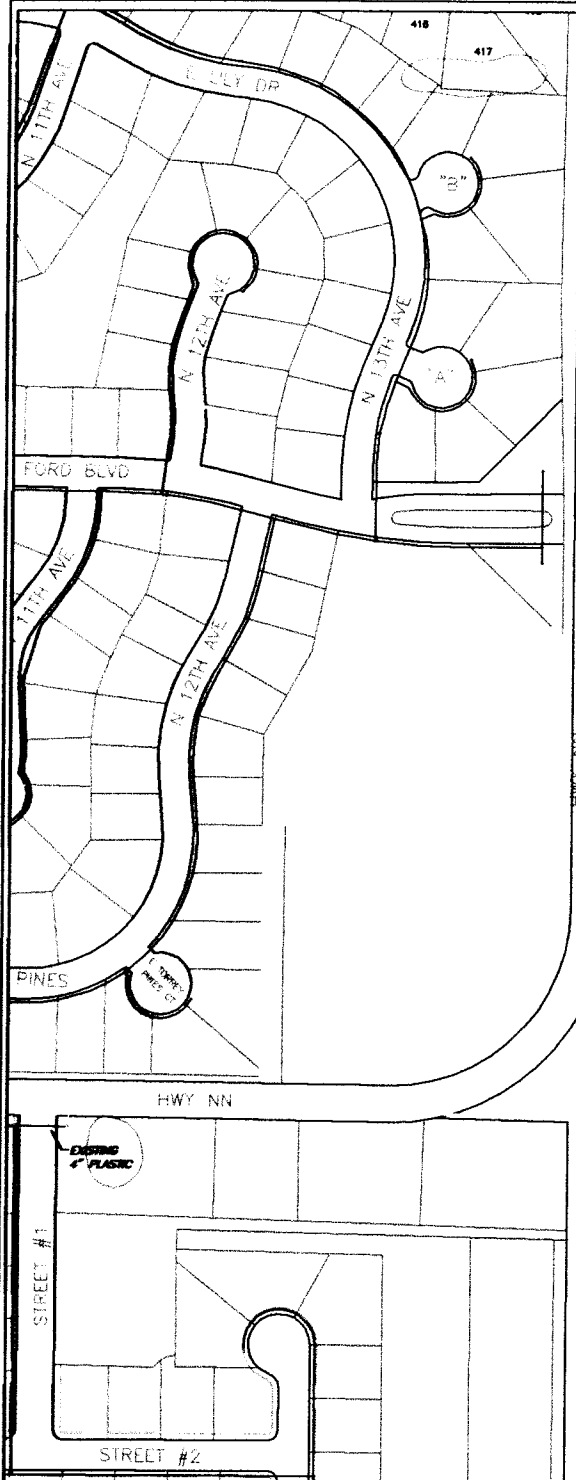
EstStartDate

7/15/2004

MaterialCode	COM	Budgar	Main	SubA	Type	WorkArea	ProjNum	User Def	Description	Qty	UOM
3193055	023	240000	1070	3760	511	081500	047665		PIPE-PL 2406 SDR 11 500' COIL 2" IPS	680	
3193059	023	240000	1070	3760	511	081500	047665		PIPE-PL 2406 SDR 11 5 40' LGTH 4" IPS	7560	
3157530	023	240000	1070	3999	511	081500	047665		FITTING-PL 2406 PURGE POINT 2" IPS	8	
3251752	023	240000	1070	3999	511	081500	047665		STATION-CATHODIC TEST 2 1/2" ID X 18" 2 TERM	16	
3103152	023	240000	1070	3999	511	081500	047665		ANODE-5# ZINC	16	
3209630	023	240000	1070	3999	511	081500	047665		REDUCER-PL 2406 4" X 2" IPS	10	
3257851	023	240000	1070	3999	511	081500	047665		TEE-PL 2406 4" IPS	9	
3150920	023	240000	1070	3999	511	081500	047665		ELBOW-PL 2406 90 DEG 4" IPS	1	
3284129	023	240000	1070	3999	511	081500	047665		WIRE-SOLID COPPER #12 THWN YELLOW	8300	

Approved By:

1508 & 1509



WO# : 047665

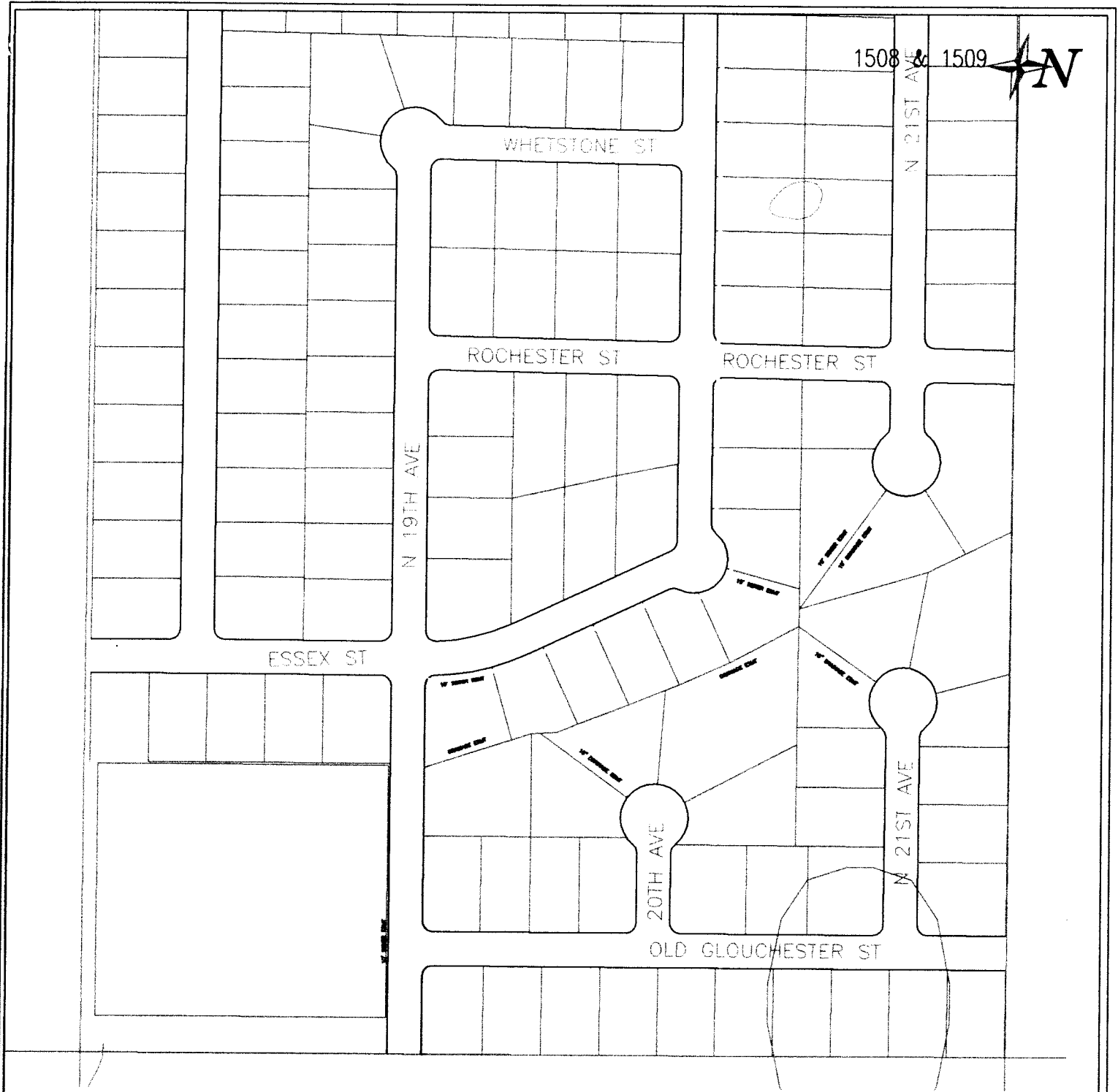
COUNTY	TOWNSHIP	RANGE	SECTION
CHRISTIAN	27N	21W	1 & 2

OZARK SUPPLY LINE - GRAND HAVEN PHASE I
NOTE: SECTION 1 NOT CERTIFIED

MISSOURI GAS ENERGY
207 PINE ST
PO BOX 20
MONETT, MO 65708

FAX NUMBER:
417-236-0616

OWN. BY: <i>L. Fenske</i>	OPERATING AREA MONETT	CURRENT OPERATING PRESSURE 30# MOP
DATE: 06/18/04	SCALE: N.T.S.	SHEET# : 1 OF 3



WO# : 047665

COUNTY	TOWNSHIP	RANGE	SECTION
CHRISTIAN	27N	21W	1 & 2

MISSOURI GAS ENERGY

207 PINE ST
PO BOX 20
MONETT, MO 65708

FAX NUMBER:
417-236-0616

OZARK SUPPLY LINE - GRAND HAVEN PHASE I
NOTE: SECTION 1 NOT CERTIFIED

DOWN BY: <i>L. Fenske</i>	OPERATING AREA MONETT	CURRENT OPERATING PRESSURE 30# MOP
DATE: 06/18/04	SCALE: N.T.S.	SHEET# : 2 OF 3



WO# : 047665

MISSOURI GAS ENERGY

207 PINE ST

PO BOX 20

MONETT, MO 65708

FAX NUMBER:
417-236-0616

OZARK SUPPLY LINE - GRAND HAVEN PHASE I
NOTE: SECTION 1 NOT CERTIFIED

COUNTY	TOWNSHIP	RANGE	SECTION
CHRISTIAN	27N	21W	1 & 2

OWN. BY: L. Fenske	OPERATING AREA MONETT	CURRENT OPERATING PRESSURE 30# MOP
DATE: 06/18/04	SCALE: N.T.S.	SHEET# : 3 OF 3

APPENDIX C

Rodney Holden
1625 E. Peartree Dr.
Ozark, MO 65721

Bob Marriott
4905 N. Willow Rd.
Ozark, MO 65721

S. Turner
256 Melton Rd.
Ozark, MO 65721

Don Nance
5280 N. Willow Rd.
Ozark, MO 65721

F.M. Cox
4827 N. Pine Hill Dr.
Ozark, MO 65721

Bradley Austin
4952 N. Pine Hill Dr.
Ozark, MO 65721

Anita Christian
5050 N. Pine Hill Dr.
Ozark, MO 65721

Ron Gafford
1706 E. Lakecrest Dr.
Ozark, MO 65721

Al Smith
1769 E. Lakecrest Dr.
Ozark, MO 65721

Gordon Day
1486 E. Peartree Dr.
Ozark, MO 65721

Ron Moffitt
1513 E. Peartree Dr.
Ozark, MO 65721