

Lexington Financial Center 250 West Main Street, Suite 1600 Lexington, Kentucky 40507-1746 859.233.2012 Fax: 859.259.0649

August 14, 2018

Public Service Commission Attn: Gwen R. Pinson, Executive Director P.O. Box 615 211 Sower Boulevard Frankfort, KY 40602-0615

RECEIVED

AUG 1 4 2018 PUBLIC SERVICE COMMISSION

RE: Jetta Operating Appalachia, LLC Response to Commission Staff's First Request for Information

Dear Ms. Pinson:

Please find enclosed one original and seven copies of Jetta Operating Appalachia, LLC's Response to Commission Staff's First Request for Information plus one additional copy that we would request be returned to our office in the enclosed self-addressed stamped envelope.

Should there be any questions or additional information needed, please do not hesitate to contact me.

Very truly yours,

(mandell

Karen Greenwell

KJG/mm Encls. 61760728.1

RECEIVED

COMMONWEALTH OF KENTUCKY

AUG 1 4 2018

BEFORE THE PUBLIC SERVICE COMMISSION PUBLIC SERVICE COMMISSION Case No. 2018-00212

In the Matter of:

APPLICATION OF JETTA OPERATING APPALACHIA, LLC FOR INITIAL RULES, REGULATIONS, AND RATES FOR FURNISHING GAS SERVICE PURSUANT TO KRS 278.485

JETTA'S RESPONSE TO COMMISSION STAFF'S FIRST REQUEST FOR INFORMATION

Jetta Operating Appalachia, LLC ("Jetta") responds as follows to the Commission

Staff's First Request for Information:

1. Provide the number of farm tap customers to which Jetta currently serves

natural gas pursuant to KRS 278.485.

Answer: Jetta currently provides 12 applicants access to natural gas from wells or gathering lines pursuant to KRS 278.480 ("Tariff Farm Taps").

2. Confirm that no customers are being provided with free natural gas.

Answer: Jetta does not provide any free gas pursuant to a Tariff Farm Tap.

3. Provide a list with the name and address of each farm tap customer.

Answer: The requested information is contained in the spreadsheet attached at Tab 1.

4. Provide how many farm tap customers Jetta anticipates to serve with natural

gas.

Answer: Jetta's wells and pipelines are largely in remote areas with little existing population. Usually the areas where Jetta's wells and pipelines intersect significant populations are provided gas service by utilities. Consequently, Jetta does not anticipate receiving a significant number of additional applications for access to natural gas pursuant to KRS 278.480.

5. Provide a current map showing all producing natural gas wells and natural gas pipelines owned or leased by Jetta that will furnish gas to the farm tap customers. Include the system name, diameter, material, operating pressure, and installation date of all pipelines in the system. Further, include the well permit number from the Division of Oil and Gas Conservation on the map, as well as the interconnection point with other gathering or transmission pipelines. Label the interconnection point with the name of the interconnection operator of the pipeline. If there are any compressors on the gathering line system, indicate their locations on the maps.

Answer: The requested maps are attached at Tab 2.

6. Explain in full detail whether Jetta owns or leases any other natural gas pipelines in any other Kentucky county that furnishes natural gas to farm tap customers that are not part of this application.

Answer: Jetta does not own or lease any natural gas pipelines that furnish natural gas pursuant to KRS 278.480 that are not part of this application.

7. Explain whether Jetta sells natural gas into the interstate market. If so, provide the sales agreement.

Answer: Jetta produces and sells all of its natural gas within the Commonwealth of Kentucky.

8. Provide the name and address of any customer served by Jetta that is located beyond a one-half air-mile radius of Jetta's producing gas well(s) or gas gathering pipeline(s) in Kentucky.

Answer: Jetta does not provide access to natural gas pursuant to KRS 278.480 to any applicants that are further than one-half air-mile from its producing gas well(s) or gas gathering pipelines.

9. Provide cost support for the \$25 turn-on fee proposed by Jetta. Include all

work papers, calculations, and other supporting documentation.

- Answer: The hourly rate shown in Jetta's Revised Schedule 1 ("Well Operator Cost") (attached at Tab 4) is \$24.00 per hour. Because of the remote location of most of Jetta's Tariff Farm Taps, Jetta anticipates that in most cases its field personnel would require more than an hour to travel to the location, restart the gas flow and return to their duties. The PSC's regulations at 807 KAR 5:026, Section 7 currently provide for a \$25 turn-on fee following termination of gas access for non-payment.
- 10. Provide the date that Jetta began providing natural gas farm tap service to customers.

Answer: See the spreadsheet attached at Tab 1.

11. Pursuant to KRS 278.485(1), gas service shall be furnished at rates and minimum monthly charges determined by the Commission. Jetta admits in its June 4, 2018 cover letter that it has been providing natural gas to multiple customers pursuant to a written agreement at \$8.00 per Mcf. Confirm that Jetta violated the above-referenced statute because it has been charging customers for natural gas service even though the Commission has not approved its rates and charges.

Answer: When Jetta first acquired assets in Kentucky, there was one Tariff Farm Tap that had been installed and was serviced by the prior owner of the assets. It is Jetta's belief that the existing Tariff Farm Tap gas recipient paid \$8.00 per Mcf at that time. After its acquisition of the assets, Jetta applied that same price to the existing recipient and to subsequent applicants for gas access pursuant to KRS 278.485. As indicated by the Revised Schedules attached at Tab 4, Jetta's actual cost exceeds \$8.00, even at current gas prices.

12. Explain in full detail whether Jetta and its customers complied with KRS 278.485(3) which requires Commission supervision of the construction of each service line; the installation, type, and number of automatic gas regulators and gas meter or meters; and the connection thereof with the gas producing well or pipeline, and shall conform to

such standards of safety, location, and convenience as may be prescribed by said Commission.

- Answer: All Tariff Farm Taps installed pursuant to an application to Jetta were inspected by representatives of the Kentucky Public Service Commission. Tariff Farm Tap applications and inspection reports are attached at Tab 3, and are also addressed in the spreadsheet attached at Tab 1.
- 13. Explain in full detail whether Jetta and its customers complied with 807 KAR

5:026, Section 3, concerning the requirements for service under KRS 278.495.

Answer: See the materials attached at Tab 3.

14. Refer to Jetta's proposed tariff, Section 6, Payment of Bills; Other Default; Termination of Service. Jetta indicates that it will not send customers a bill if the amount of the bill is less than \$30. Instead, Jetta states that it will send a bill when a customer's aggregate bill is \$30 or more. 807 KAR 5:026, Section 7(1), requires that gas companies send bills to customers at regular monthly or bimonthly intervals. Given that requirement, indicate how Jetta will bill customers in compliance with 807 KAR 5:026, Section 7(1).

> Answer: Jetta's proposal to only bill recipients of gas pursuant to Tariff Farm Taps when the amount of the bill reaches \$30.00 was an attempt to reduce the administrative costs associated with sending and processing very small bills during months of low gas use. However, Jetta will bill all customers monthly or bimonthly.

15. Refer to Schedule 1- Well Operator Cost. State if the total hours, per year and

per customer, should be 8 rather than 12. If so, provide a revised Schedule 1.

Answer: See Revised Schedule 1 attached at Tab 4.

16. Refer to Schedule 2- Administrative Personnel Cost.

a. This schedule shows that Administrative Personnel spends approximately three hours per month preparing and reviewing invoices and processing cash receipts. State if the three hours is for all of Jetta's customers, or is per customer.

Answer: The referenced expense is for all of Jetta's Tariff Farm Taps.

b. This schedule shows that Administrative Personnel spends approximately three hours per month on the duties listed above. However, in determining the rate per Mcf, Jetta divided by a 12-month average usage instead of a monthly average usage. Provide an updated schedule using a monthly average usage.

Answer: See Revised Schedule 2 attached at Tab 4.

17. Refer to Schedules 1, 2, and 3. Explain how Jetta determined an average Mcf usage of six Mcf per month.

Answer: Jetta arrived at the average monthly gas usage shown in Schedule 1 based on the average of the gas usage of all of Jetta's Tariff Farm Tap gas recipients during the month of March. As a shoulder month between winter periods of relatively high gas use and summer periods of relatively low gas use, Jetta chose March as being indicative of a median usage.

CERTIFICATION

I, Jack Huxel, in my capacity as Senior Landman of Jetta Operating Company, Inc. which is the manager of Jetta Operating Appalachia, LLC, certify that I supervised the preparation of the forgoing responses to requests for information provided by Jetta Operating Appalachia, LLC, and that they are true and accurate to the best of my knowledge, information and belief, formed after reasonable inquiry.

Jack Huxel, Sr. Landman Jetta Operating Company, Inc., Manager Jetta Operating Appalachia, LLC

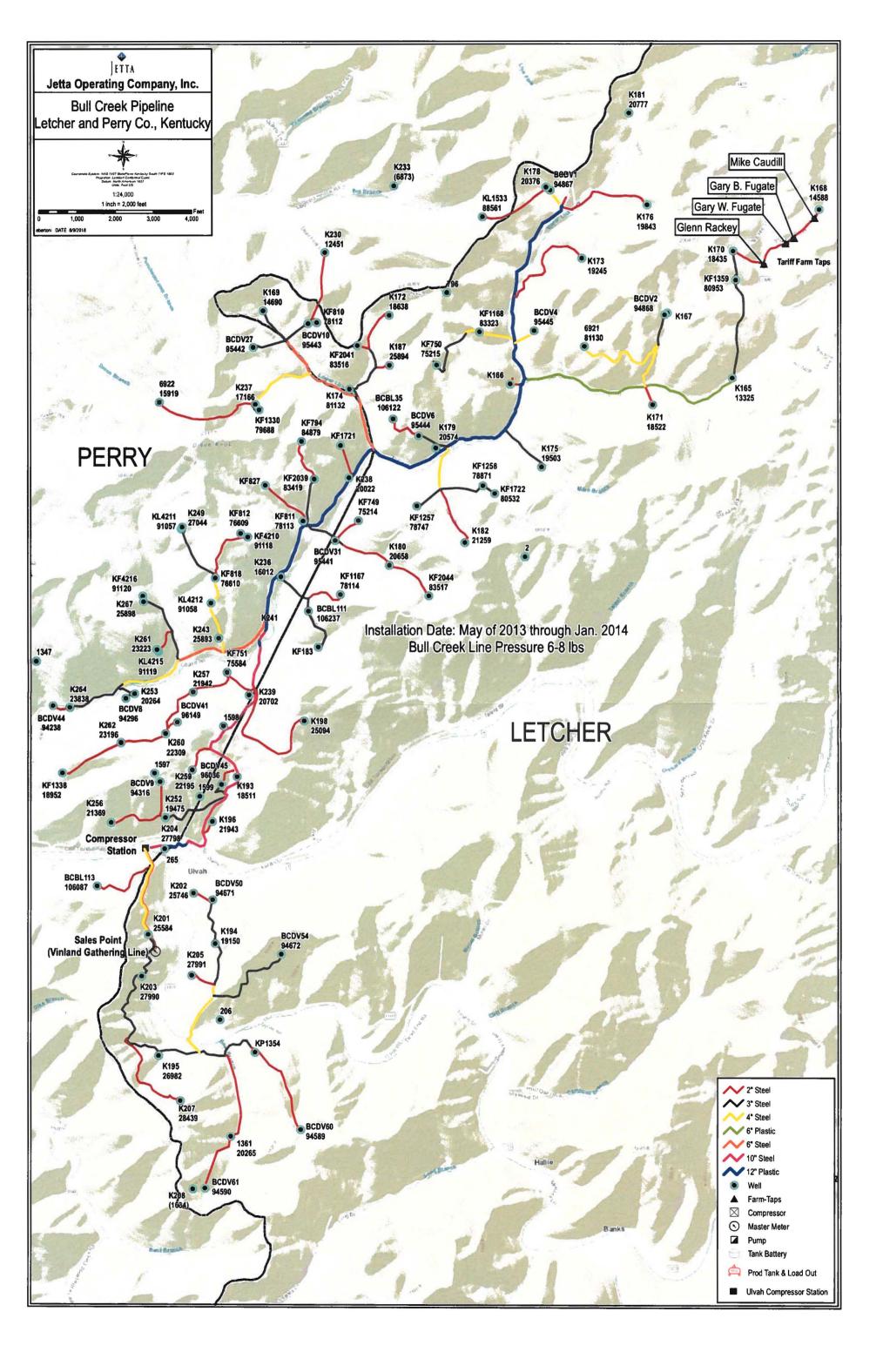
STATE OF TEXAS)) :SS COUNTY OF TARRANT)

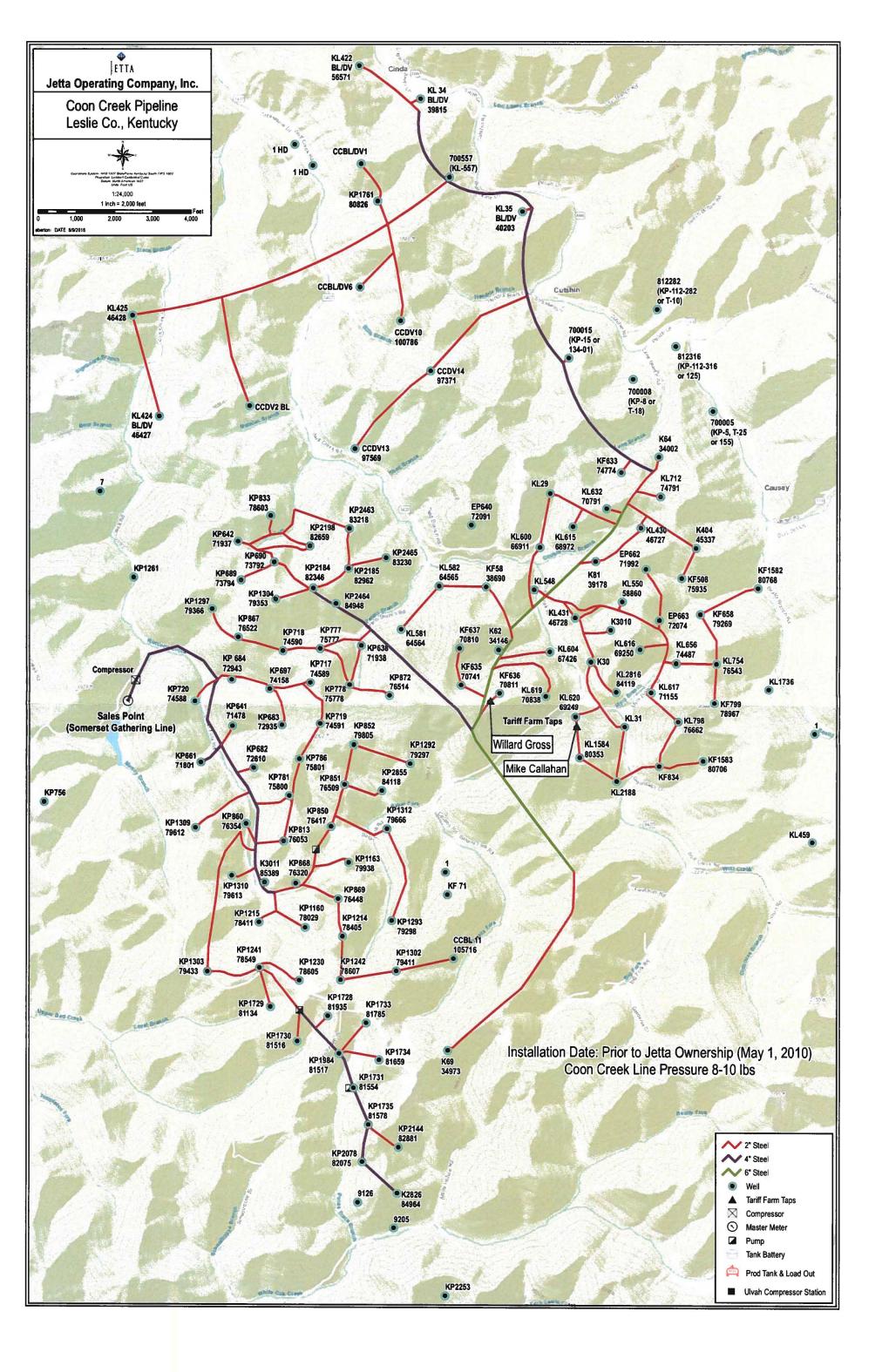
The foregoing Certification was subscribed and sworn before me this <u>13</u> day of August, 2018, by Jack Huxel as Senior Landman of Jetta Operating Company, Inc. which is the manager of Jetta Operating Appalachia, LLC.

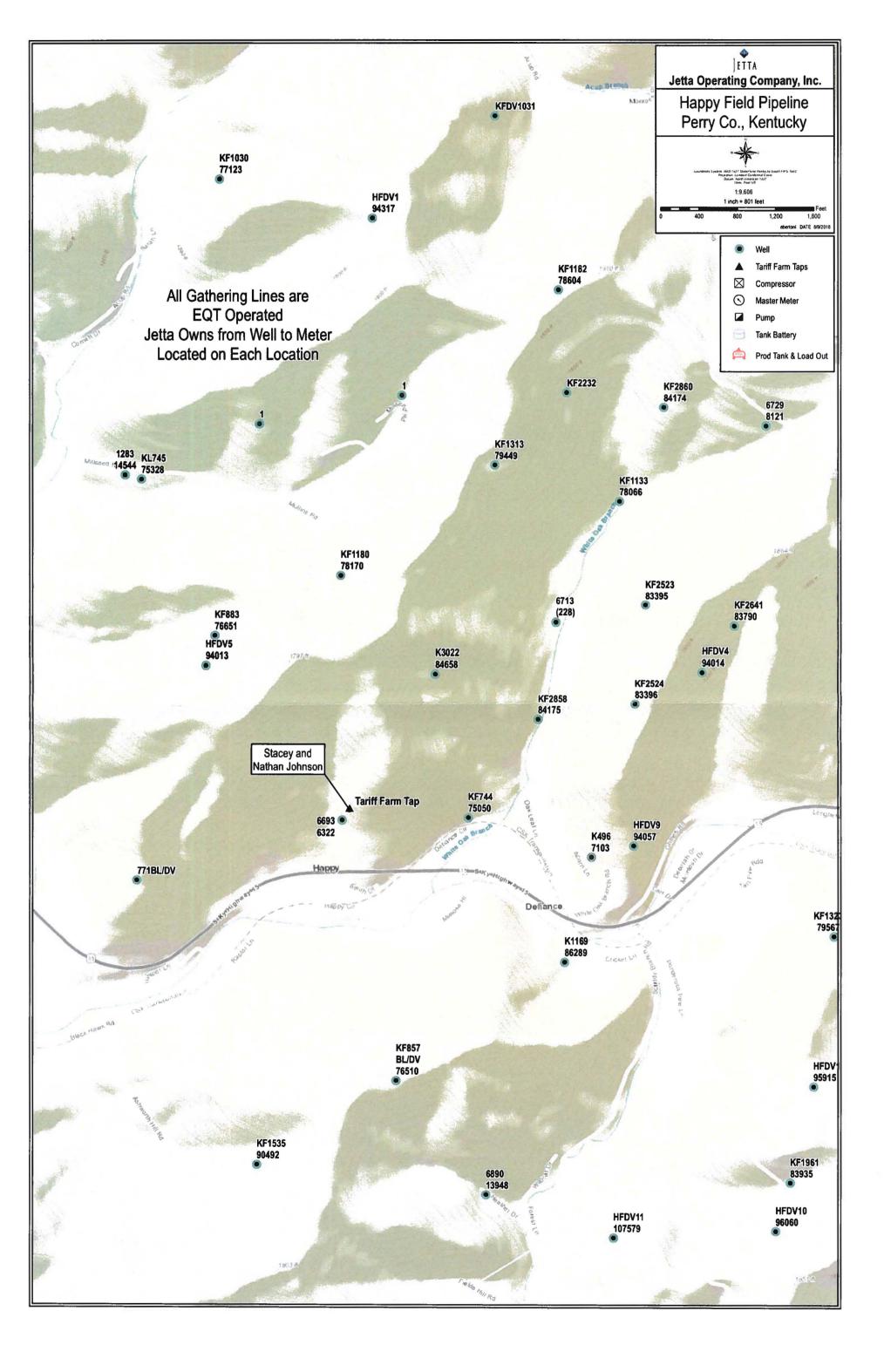
My commission expires: usust PAMELA MILLER NOTARY PUBLIC My Notary ID # 4701601 Expires August 1, 2020

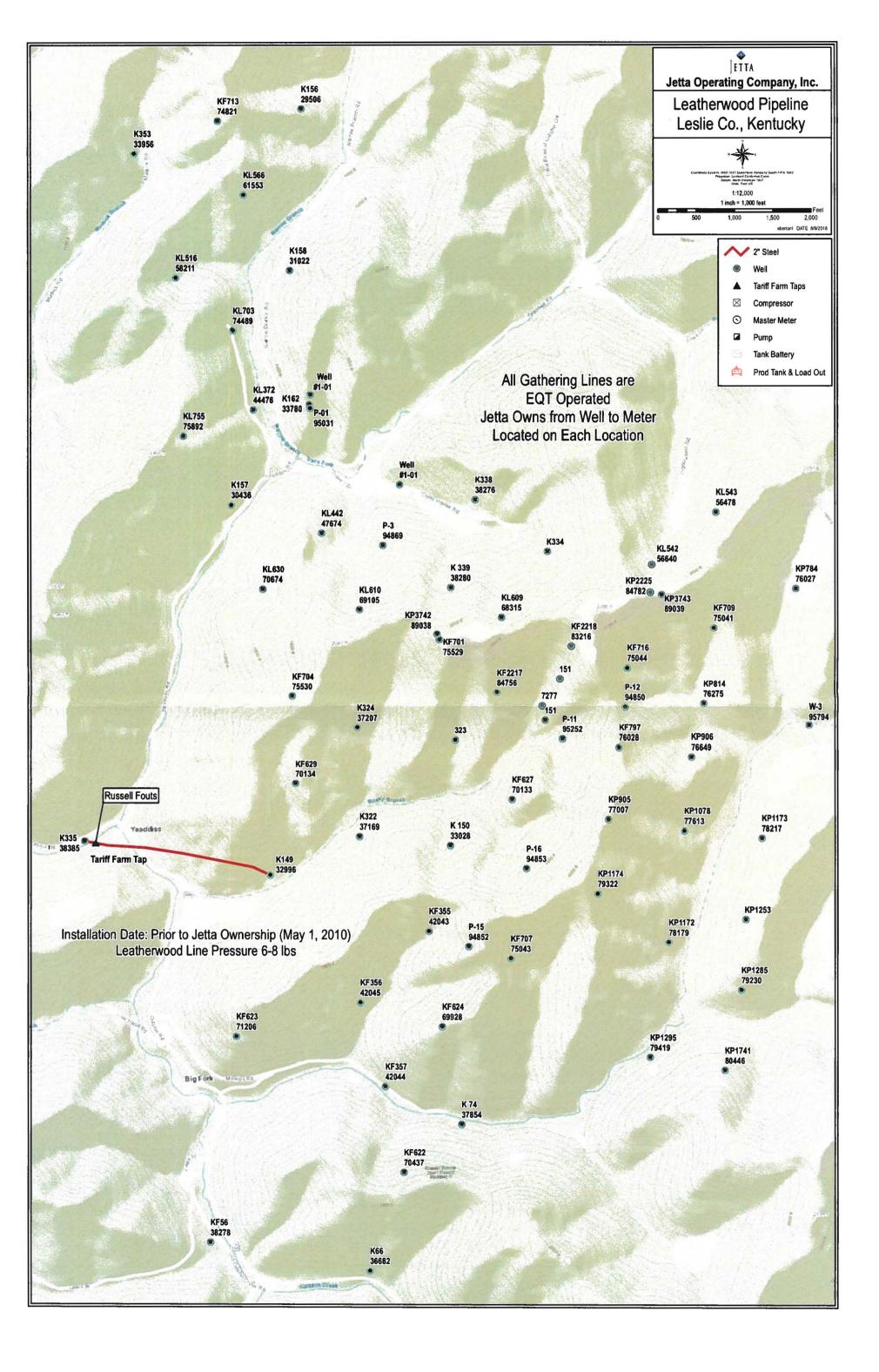
Jetta Tariff Farm Tap Applicants

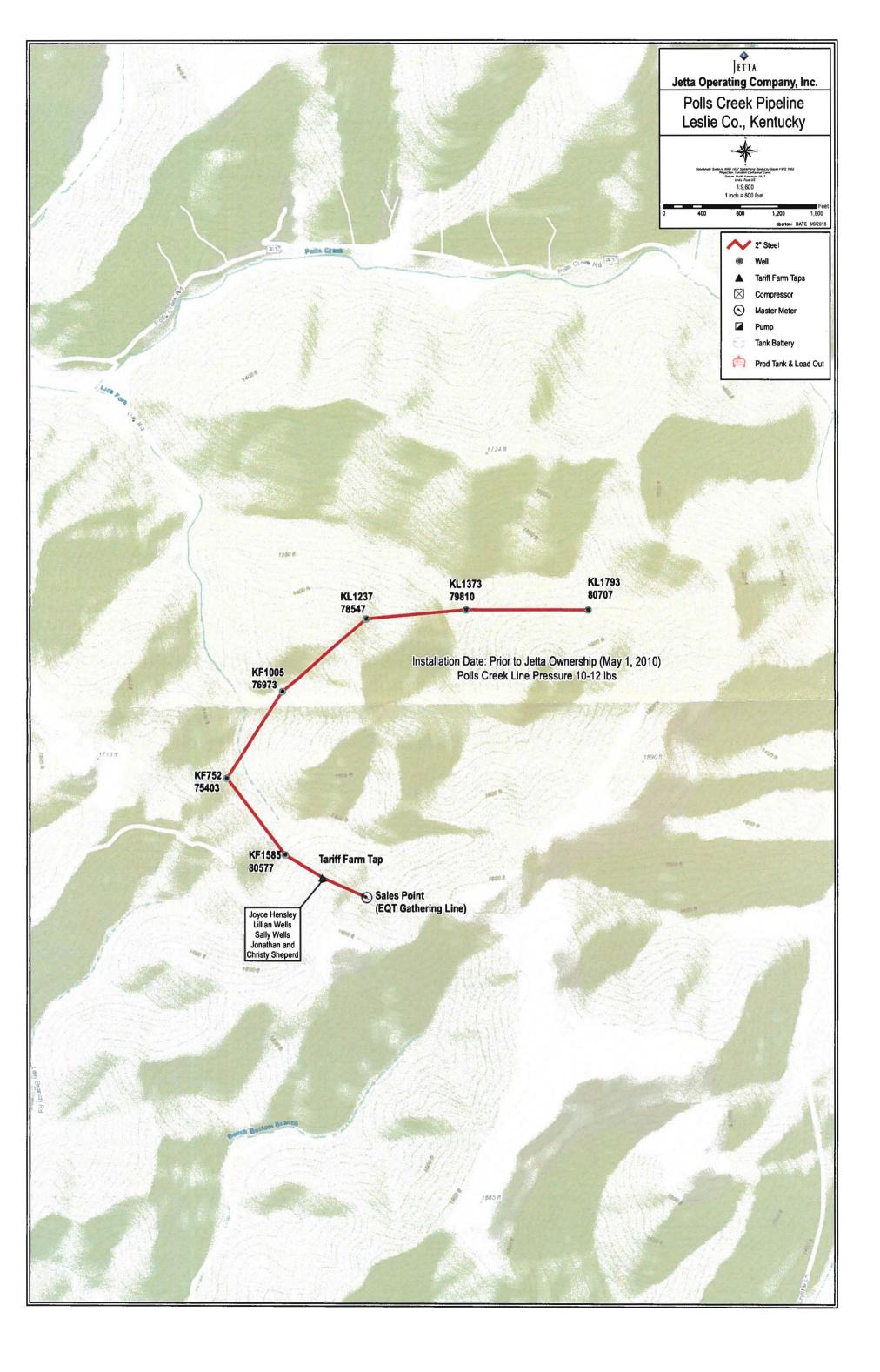
Field	Well	Applicant	Mailing Address	Service Began	Inspection Date	Comments
Нарру	6693	Stacey/Nathan Johnson	P.O. Box 12 Hazard, KY 41702	6/1/2017	5/16/2017	Steve Campbell, father of Applicant, was present during inspection
Leatherwood	KL-335	Russell Fouts	P.O. Box 116 Yeaddiss, KY 41777	12/1/2016	11/23/2016	
Coon Creek	KL-31	Amy/Mike Callahan	18 Baker Fork Road Yeaddiss, KY 41777	11/1/2014	10/23/2014	
Holliday	4" Main Line	Willard Gross	538 Baker Fork Road Yeaddiss, KY 41777	Prior To Jetta	No Copy	Jetta aquired assets May 1, 2010. Tap in existence at that time.
Bull Creek	K-168	Mike Caudill	329 Civil War Gap Carcassonne, KY 41804	12/1/2014	No Сору	Tap was transferred from EQT Gathering to Jetta's Bull Creek gathering when EQT abandoned theirs.
Bull Creek	K-168	Gary B. Fugate # 2	110 Civil War Gap Blackey, KY 41804	11/1/2015	10/6/2015	
Bull Creek	K-168	Gary W. Fugate # 1	3668 HWY 3408 Blackey, KY 41804	11/1/2015	10/6/2015	
Bull Creek	K-168	Glenn Rackey	239 Cherokee Lane Blackey, KY 41804	3/1/2018	No Copy	No inspection record received from PSC. Jetta field empolyee met with inspector for approval.
Polls Creek	Polls Creek Main	Sally Wells	406 Granny Fork Rd Smilax, KY 41764	7/1/2018	6/12/2018	
Polls Creek	Polls Creek Main	Lillian Wells	430 Granny Fork Rd Smilax, KY 41764	7/1/2018	6/12/2018	
Polls Creek	Polls Creek Main	Joyce Hensley	434 Granny Fork Rd Smilax, KY 41764	7/1/2018	6/12/2018	
Polls Creek	Polls Creek Main	John Shepherd	576 Granny Fork Rd Smilax, KY 41764	7/1/2018	6/12/2018	-











OPERATOR INF	ORMATION	APPLICAN	T INFORMATION
Name of Operator:	Jetta Corporation	Applicant:	Steve Campbell
Operator Address:	305 Dawahare Dr	Applicant Address:	HWY 15
City:	Hazard	City:	Vicco
State:	KY 41701	State:	KY 41772
Phone Number:	606-438-4777	Phone Number:	606-438-2110
Operator Representative:	Danny Huff		

	INSPECTION	INFORMATION		
Regulator(s)		Size		
1 - 627R		1"	Fisher	
143		1"		
Relief(s)	S	ize	Manufacturer	
1 -627R		1"	Fisher	
143		1"		
D:				
Pipe	Depth	Drip Tank	Tracer Wire	
11/4" Plastic	Adequate	Yes	Yes	

APPROVAL STATUS & NOTES						
Appro	oved:	Yes	Disapproved:			
Comments:						

INSPECTOR INFORMATION					
KY PSC Inspector(s):	Mark McCullough	Inspection Date:	5/16/17		
Comments:					
NOTE: LEAK CI	HECK TO BE PERFORME	ED BY GAS COMPANY W	HEN METER IS SET		

(5 MINUTE DIAL TEST OR 3 MINUTE PRESSURE DROP TEST WITH MANOMETER OR GAUGE)



Fort Worth Club Tower + 777 Taylor St., Suite P1 + Fort Worth, TX 76102 817.335.1179 + Fax 817.335.2285 + JettaOperating.com

Application for Farm Tap Request - Jetta Operating Appalachia, LLC

1)	Applicant Name: Northum Johnson
	Address: 9616 KY Hwy 15 - South
	City, State and Zip: <u>Huppy</u> , KY 41746
	Contact Information: (606) 438-4912 cell showe

2) Purpose for which gas is requested:

Private residence service 3) Name of Contractor: <u>Breeding's Plumbing / Electric</u> Address: <u>PO Box 86</u> City, State and Zip: Isom, KY 41824 Contact Information: 4) Name of Gas Company: Jetta Operating Appalachia, LLC 777 Taylor Street, Suite P1 Fort Worth, Texas 76102

5) Have schematics and approved materials list been provided? <u>Yes</u> No

If you have further questions regarding this application call me at 817.335.1179 or the Kentucky Public Service Commission at 502.564.3940.

Regards,

Jack Huxel Senior Landman Jetta Operating Appalachia, LLC

OPERATOR INI	ORMATION	APPLICANT INFORMATION	
Name of Operator:	Jetta Corporation	Applicant:	Russell Fouts
Operator Address:	305 Dawahare Dr	Applicant Address:	11540 Cutshin Rd
City:	Hazard	City:	Yeadess
State:	KY 41701	State:	KY 41777
Phone Number:	606-438-4777	Phone Number:	606-279-4031
Operator Representative:	Danny Huff		

	INSPECTION	INFORMATION		
Regulator(s)	S	ize	Manufacturer Fisher Census	
627R		1"		
143		1"		
Relief(s)	S	ize	Manufacturer	
627R		["	Fisher	
143		["	Census	
Pipe	Depth	Drip Tank	Tracer Wire	
11/4" Plastic	Adequate	Yes	Yes	
Comments: Shut off at Hou	Se			

的名字和"And and and and and an		VAL STATUS & NOTES	
Approved:	Yes	Disapproved:	
Comments:	an a		
comments.			

INSPECTOR INFORMATION					
KY PSC Inspector(s):	Mark McCullough	Inspection Date:	11/23/16		
Comments:					
	HECK TO BE PERFORMI ST OR 3 MINUTE PRESSU		HEN METER IS SET (ANOMETER OR GAUGE)		

Standard Inspection Form for Farm Tap Installation (Last modified - 3/27/2009)

		Jetta Operating Company, Inc.				
-	ETTA	Fort Worth Club Tower + 777 Taylor St., Bulle P1 + Fort Worth, TX 76102 817,335,1179 + Fex 817,335,2285 + JettaOperating.com				
Applic	ation for Farm Tap Request -	Jetta Operating Appalachia, LLC				
د د د ر ۱۱	Anniliaant Name:	side Forts				
,,	Address: 20 box 116					
	City, State and Zip: <u>>'C +'I)D: 5.5</u> 4/1777					
	Contact Information: (606) 279 - 4031					
2)	Purpose for which gas is requ HEAT HOME	esicil:				
3)	Name of Contractor:					
	Address:					
	City, State and Zip;					
	Contact Information:					
4)		Operating Appalachia, LLC Tuylor Street, Sulte PI Worth, Texas 76102				
5)	Have schematics and approved	I materials list been provided? Yes No				

If you have further questions regarding this application call me at 817.335.1179 or the Kentucky Public Service Commission at 502.564,3940.

Regards,

Jack Hal

Jack Huxol Senior Landman Jetta Operating Appalachia, LLC

OPERATOR INI	ORMATION	APPLICANT INFORMATION	
Name of Operator:	Jetta Corporation	Applicant:	Amy Callahan
Operator Address:	305 Dawahare Dr	Applicant Address:	18 Baker Fork Rd
City:	Hazard	City:	Yeadess
State:	KY 41701	State:	KY 41777
Phone Number:	606-438-4777	Phone Number:	606-279-2464
Operator Representative:	Danny Huff		

INSPECTION	INFORMATION		
		Manufacturer	
	1"	Fisher	
	1"	Census	
S	ize	Manufacturer	
	1"	Fisher	
	1"	Census	
Depth	Drip Tank	Tracer Wire	
Adequate	Yes	Yes	
	S	Size 1" 1" 1" Size 1" 1" Depth Drip Tank	

APPROVAL STATUS & NOTES				
Appr	oved:	X	Disapproved:	
Comments:	Shut Off	At The House		

INSPECTOR INFORMATION			
KY PSC Inspector(s):	Mark McCullough	Inspection Date:	10/23/14
Comments:			
		ED BY GAS COMPANY W IRE DROP TEST WITH M	HEN METER IS SET ANOMETER OR GAUGE)

OPERATOR INFORMATION		APPLICANT INFORMATION	
Name of Operator:	Jetta Corp	Applicant:	Gary Fugatel
Operator Address:	305 Dawahare Dr.	Applicant Address:	110 Civil War Gap
City:	Hazard	City:	Blackey
State:	KY 41701	State:	KY 41804
Phone Number:	606-438-4777	Phone Number:	606-634-7822
Operator Representative:	Danny Huff		

	INSPECTION I	NFORMATION		
Regulator(s)		ze	Manufacturer	
627R	1	11	Fisher	
143	1	"	Sensus	
Daliaf(a)		ze	Manufacturer	
Relief(s) 627R		"	Fisher	
143		n	Sensus	
Pipe	Depth	Drip Tank	Tracer Wire	
11/4" Plastic	Adequate	Yes	Yes	
		L		
Comments: Shut off at Hou	Ise			

Yes	Disapproved:	к.

INSPECTOR INFORMATION			
KY PSC Inspector(s):	Mark McCullough	Inspection Date:	10/06/15
Comments:		·	
NOTE: LEAK C	IFCK TO BE DEDEODMI	ED DV CAS COMDANY W	ULEN METED IC CET
		ED BY GAS COMPANY W JRE DROP TEST WITH M	ANOMETER OR GAUGE)



Fort Worth Club Tower + 777 Taylor St., Suite P1 + Fort Worth, TX 76102 817.335.1179 + Fax 817.335.2285 + JettaOperating.com

Application for Farm Tap Request - Jetta Operating Appalachia, LLC

1) Applicant Name: 0.Box 221 Address: 360 City, State and Zip: Contact Information:

2) Purpose for which gas is requested:

Hea 3) Name of Contractor: Address: City, State and Zip: Contact Information: 4) Name of Gas Company: Jetta Operating Appalachia, LLC 777 Taylor Street, Suite P1 Fort Worth, Texas 76102

5) Have schematics and approved materials list been provided? <u>Yes</u> No

If you have further questions regarding this application call me at 817.335.1179 or the Kentucky Public Service Commission at 502.564.3940.

Regards,

ash

Jack Huxel Senior Landman Jetta Operating Appalachia, LLC

OPERATOR INFORMATION		APPLICANT INFORMATION	
Name of Operator:	Jetta Corp	Applicant:	Gary Fugatel
Operator Address:	305 Dawahare Dr.	Applicant Address:	110 Civil War Gap
City:	Hazard	City:	Blackey
State:	KY 41701	State:	KY 41804
Phone Number:	606-438-4777	Phone Number:	606-634-7822
Operator Representative:	Danny Huff		

	INSPECTION I	INFORMATION		
Regulator(s)		ize	Manufacturer	
627R		[11	Fisher	
143]	["	Sensus	
Doliof(a)		ize	Manufacturer	
Relief(s) 627R			Fisher	
143		L	Sensus	
Pipe	Depth	Drip Tank	Tracer Wire	
11/4" Plastic	Adequate	Yes	Yes	
Comments: Shut off at Hou	ise			

APPROVAL STATUS & NOTES			
Approved:	Yes	Disapproved:	
Comments:			

INSPECTOR INFORMATION			
KY PSC Inspector(s):	Mark McCullough	Inspection Date:	10/06/15
Comments:			
		ED BY GAS COMPANY W	HEN METER IS SET



Fort Worth Club Tower + 777 Taylor St., Sulte P1 + Fort Worth, TX 76102 817.335.1178 + Fax 617.335.2285 + JetteOperating.com

Application for Farm Tap Request - Jetta Operating Appalachia, LLC

1) Applicant Name: <u>6914</u> B. Fugate Address: <u>3668</u> HW4.3408 City, State and Zip: <u>B/ackey K4.41804</u> Contact Information: <u>606-634-7822</u>

2) Purpose for which gas is requested:

Home 3) Name of Contractor: Address; City, State and Zip: Contact Information: 4) Name of Gas Company: Jetta Operating Appalachia, LLC 777 Taylor Street, Suite P1 Fort Worth, Texas 76102 1 Yes No 5) Have schematics and approved materials list been provided?

If you have further questions regarding this application call me at 817.335.1179 or the Kentucky Public Service Commission at 502.564.3940.

Regards,

Jáck Huxel Senior Landman Jetta Operating Appalachia, LLC



Fort Worth Club Tower + 777 Taylor SL, Suite P1 + Fort Worth, TX 76102 817,335,1179 + Fax 817,335,2285 + Jetta Operating.com

Application for Farm Tap Request - Jetta Operating Appalschia, LLC

1) Applicant Name: Address; _____ City, State and Zip: _ - 8098 Contact Information: 0

2) Purpose for which gas is requested:

House gove 3) Name of Contractor: Same as Applicant Address: City, State and Zip: . Contact Information; 4) Name of Gas Company: Jetta Operating Appalachia, LLC 777 Taylor Street, Suite P1 Fort Worth, Texas 76102 5) Have schematics and approved materials list been provided? <u>Ves</u> No

If you have further questions regarding this application call me at 817,335,1179 or the Kentucky Public Service Commission at 502,564,3940.

Regards,

Jack Huxel Senior Landman Jetta Operating Appalachia, LLC

OPERATOR INFORMATION		APPLICANT INFORMATION	
Name of Operator:	Jetta Operating Appalachia, LLC	Applicant:	Sallie Wells
Operator Address:	P.O.Box 1269	Applicant Address:	406 Granny Fork Road
City:	Hazard	City:	Smilax
State:	KY 41702	State:	KY 41764
Phone Number:	606-594-2586	Phone Number:	606-279-4532
Operator Representative:	Scott Dixon		

	INSPECTION INFORMATION	
Regulator(s)	Size	Manufacturer
5-20 psi	1"	Bel Gas
7 1/2 - 15 in. w.c.	1"	Bel Gas
Relief valve	1"	Fisher
Relief(s)	Size	Manufacturer
Internal	1"	Bel Gas
Internal	1"	Bel Gas
Relief valve	1"	Fisher

Pipe	Depth	Drip Tank	Tracer Wire
From tap 2 inch steel, From split 1 - ¼ inch steel, From meter to home 1 -1/4 Plastic	Adequate	Yes	Yes
Comments: Shut off at House			

		~ ~	
Appr	oved:	X	Disapproved:
Commonte.	I Itility nor	onnel pressure tested	service line with air from tan to calit and output of motor to shu
Comments:	Utility pers	sonnel pressure tested	service line with air from tap to split, and output of meter to shu

KY PSC Inspector(s):	Scott Morris	Inspection Date:	6/12/18
Comments:	-	s on 4/27/18 and 6/4/18 did not g well as piping entering the resid	

(5 MINUTE DIAL TEST OR 3 MINUTE PRESSURE DROP TEST WITH MANOMETER OR GAUGE)

Standard Inspection Form for Farm Tap Installation (Last modified - 3/27/2009)



Fort Worth Club Tower + 777 Taylor St., Suite P1 + Fort Worth, TX 76102 817.335.1178 + Fax 817.335.2285 + JettaOperating.com

Application for Farm Tap Request - Jetta Operating Appalachia, LLC

- Wells 1) Applicant Name: Roac Fork Granny Address: _ 1) 10 41764 City, State and Zip: Smilax - 4532 606-Contact Information:
 - 2) Purpose for which gas is requested:

-,	heating
	nearing
3)	Name of Contractor: Self - already in use
	Address: 406 Granny Fork Road
	City, State and Zip: Smilax Ky 41764
	Contact Information: 606-279- 4532
4)	Name of Gas Company: Jetta Operating Appalachia, LLC 777 Taylor Street, Suite Pl Fort Worth, Texas 76102

5) Have schematics and approved materials list been provided?

If you have further questions regarding this application call me at 817.335.1179 or the Kentucky Public Service Commission at 502.564.3940.

Regards,

Jack Huxel Senior Landman Jetta Operating Appalachia, LLC

OPERATOR INI	FORMATION	APPLICAN	T INFORMATION
Name of Operator:	Jetta Operating Appalachia, LLC	Applicant:	Lillian Wells
Operator Address:	P.O. Box 1269	Applicant Address:	430 Granny Fork Road
City:	Hazard	City:	Smilax
State:	KY 41702	State:	KY 41764
Phone Number:	606-594-2586	Phone Number:	606-279-2222
Operator Representative:	Scott Dixon		

	INSPECTION	INFORMATION	
Regulator(s)		Size	Manufacturer
5-20 psi		1"	Bel Gas
7 1/2 - 15 in. w.c.		1"	Bel Gas
Relief valve		1"	Fisher
Relief(s)		Size	Manufacturer
Internal		1"	Bel Gas
Internal		1"	Bel Gas
Relief valve		1"	Fisher
Pipe	Depth	Drip Tank	Tracer Wire
From ton 2 inch stool	NT/A	Vac	NI/A

Tipe	Depth	Drip Tank	Tracer write
From tap 2 inch steel, From split 1 - ¼ inch steel, From meter to home 1 inch Steel	N/A	Yes	N/A
Comments: Shut off at House			

		APP.	ROVAL STATUS & NOTES
Appr	oved:	X	Disapproved:
Comments:	off valve	at house at 50 psig f	ted service line with air from tap to split, and output of meter to shut for 30 minutes. On 6/4/18 did not pass pressure test. Passed pressure splaced with steel from meter to home.

	INSPECT	OR INFORMATION	
KY PSC Inspector(s):	Scott Morris	Inspection Date:	6/12/18
Comments:		s on 4/27/18 and 6/4/18 did not j is as well as piping entering the r	
		MED BY GAS COMPANY W SURE DROP TEST WITH M	

Standard Inspection Form for Farm Tap Installation (Last modified - 3/27/2009)



Fori Worlh Club Tower + 777 Taylor SL, Suite P1 + Fort Worlh, TX 76102 817 335.1178 + Fax 817.335.2285 + JetteOperating.com

Application for Farm Tap Request - Jetta Operating Appalachia, LLC

- 1) Applicant Name: <u>Lillian Wells</u> Address: <u>430 Granny Fork Road</u> City, State and Zip: <u>Smilax Ky 41764</u> Contact Information: <u>606-279-2222</u>
- 2) Purpose for which gas is requested:

already 3) Name of Contractor:)e[f]place Address: 436 Fork ranny City, State and Zip: t Contact Information: 60 4) Name of Gas Company: Jetta Operating Appalachia, LLC

 A) Name of Gas Company: Jetta Operating Appalachia, LLC 777 Taylor Street, Suite Pl Fort Worth, Texas 76102

5) Have schematics and approved materials list been provided? V Yes ____ No

If you have further questions regarding this application call me at 817.335.1179 or the Kentucky Public Service Commission at 502.564.3940.

Regards,

Jack Huxel Senior Landman Jetta Operating Appalachia, LLC

OPERATOR INF	ORMATION	APPLICAN	T INFORMATION
Name of Operator:	Jetta Operating Appalachia, LLC	Applicant:	Joyce Hensley
Operator Address:	P.O.Box 1269	Applicant Address:	434 Granny Fork Road
City:	Hazard	City:	Smilax
State:	KY 41702	State:	KY 41764
Phone Number:	606-594-2586	Phone Number:	606-279-3121
Operator Representative:	Scott Dixon		

Regulator(s)	Size	Manufacturer
5-20 psi	1"	Bel Gas
7 1/2 - 15 in. w.c.	1"	Bel Gas
I.		
I.		
Relief(s)	Size	Manufacturer
Relief(s) Internal	Size 1"	Manufacturer Bel Gas

Pipe	Depth	Drip Tank	Tracer Wire
From tap 2 inch steel, From split 1 - inch steel, From meter to home 1 inch Plastic	Adequate	Yes	Yes
Comments: Shut off at House			

	land a start and a start a	APPROVAL STATUS & NOTES	and a superior of the second
Appro	oved: X	Disapproved:	
Comments:	Utility personnel pressu off valve at house at 50	re tested service line with air from tap to split, psig for 30 minutes.	and output of meter to shut

	INSPECT	OR INFORMATION	
KY PSC Inspector(s):	Scott Morris	Inspection Date:	6/12/18
Comments:		s on 4/26/18 and 6/4/18 did not p well as piping entering the resid	

NOTE: LEAK CHECK TO BE PERFORMED BY GAS COMPANY WHEN METER IS SET (5 MINUTE DIAL TEST OR 3 MINUTE PRESSURE DROP TEST WITH MANOMETER OR GAUGE)

Standard Inspection Form for Farm Tap Installation (Last modified - 3/27/2009)



Fort Worlh Club Tower + 777 Taylor St., Suite P1 + Fort Worth, TX 76102 817,335,1179 + Fax 817,335,2285 + JettaOperating.com

Application for Farm Tap Request - Jetta Operating Appalachia, LLC

- 1) Applicant Name: JOYCE Hensley Address: <u>434</u> Granny Fork Road City, State and Zip: <u>Smilax</u>, Ky <u>41764</u> Contact Information: <u>606-279-312.1</u>
- 2) Purpose for which gas is requested:

heating

3)	Name of Contractor: Self- already in place
	Address: <u>H34 Granny Fork Road</u>
	City, State and Zip: Smilax Ky 41764
	Contact Information: 606 - 279 - 3121
4)	Name of Gas Company: Jetta Operating Appalachia, LLC 777 Taylor Street, Suite P1 Fort Worth, Texas 76102
5)	Have schematics and approved materials list been provided? Ves No

If you have further questions regarding this application call me at 817.335.1179 or the Kentucky Public Service Commission at 502.564.3940.

Regards,

Jack Huxel Senior Landman Jetta Operating Appalachia, LLC

OPERATOR INF	ORMATION	APPLICAN	T INFORMATION
Name of Operator:	Jetta Operating Appalachia, LLC	Applicant:	Jonathan & Christy Shepherd
Operator Address:	P.O.Box 1269	Applicant Address:	576 Granny Fork Road
City:	Hazard	City:	Smilax
State:	KY 41702	State:	KY 41764
Phone Number:	606-594-2586	Phone Number:	606-594-2533
Operator Representative:	Scott Dixon		

Sector and Addition and	INSPECTION	INFORMATION	
Regulator(s)		Size	Manufacturer
5-20 psi	and the second se	1"	Bel Gas
7 1/2 - 15 in. w.c.		1"	Bel Gas
~			
Relief(s)	S	Size	Manufacturer
Internal		1"	Bel Gas
Internal		1"	Bel Gas
	I		
Pipe	Depth	Drip Tank	Tracer Wire
From tap 2 inch steel, From split 1 - ¼ inch steel, From meter to home 1 inch Steel	N/A	Yes	N/A

Comments: Shut off at House

		AFFR	OVAL STATUS & NOTES	
Appro	oved:	X	Disapproved:	
Comments:		onnel pressure tested house at 50 psig for	service line with air from tap to split, and 30 minutes.	output of meter to shut

KY PSC Inspector(s):	Scott Morris	Inspection Date:	6/12/18
Comments:		s on 4/26/18 and 6/4/18 did not p well as piping entering the resid	

NOTE: LEAK CHECK TO BE PERFORMED BY GAS COMPANY WHEN METER IS SET (5 MINUTE DIAL TEST OR 3 MINUTE PRESSURE DROP TEST WITH MANOMETER OR GAUGE)

Standard Inspection Form for Farm Tap Installation (Last modified - 3/27/2009)



Fort Worth Club Tower + 777 Taylor St., Suite P1 + Fort Worth, TX 78102 817.335.1178 + Fax 817.335.2285 + JettaOperating.com

Application for Farm Tap Request - Jetta Operating Appalachia, LLC

- 1) Applicant Name: Jonathan : Christy Shepherd Address: 576 Granny Fork Rd. City, State and Zip: <u>Smilax</u>, KY 41764 Contact Information: (606) 594-2533
- 2) Purpose for which gas is requested:

	Heating
	J
	· · · · · · · · · · · · · · · · · · ·
3)	Name of Contractor: Self - already in use
	Address: 576 Granny Fork Rd.
	City, State and Zip: Smilax, KY 41764
	Contact Information: (606) 594-2533
4)	Name of Gas Company: Jetta Operating Appalachia, LLC 777 Taylor Street, Suite P1 Fort Worth, Texas 76102
5)	Have schematics and approved materials list been provided? Yes No

If you have further questions regarding this application call me at 817.335.1179 or the Kentucky Public Service Commission at 502.564.3940.

Regards,

Jack Huxel Senior Landman Jetta Operating Appalachia, LLC

Revised

Schedule 1 – Well Operator Cost

Gross Hourly Rate:	\$24
Calculation:	
Meter Readings- 30 min per customer	6.00 hours per year/customer
Call-Outs, Maintenance, etc.:	2.00 hours per year/customer
Total Hours:	8.00 hours per year/customer
Labor Cost Per Mcf:	
8.00 hrs. x \$24.00/Hr.	\$192.00
Meter Cost (over 5 years)	\$2.50
Usage (12 month avg.)	72 Mcf
Per Mcf:	\$2.70

Revised

Schedule 2 – Administrative Personnel Cost

Gross Hourly Rate:	\$20
Calculation:	
Preparing and reviewing invoices:	2.00 hours per month
Processing cash receipts:	1.00 hours per month
Total Hours:	3.00 hours per month
Personnel Cost Per Mcf:	
3.00 hrs. x \$20.00/Hr.	\$60.00
Usage (monthly avg.)	34 Mcf
Per Mcf:	\$1.76

Schedule 3 – Postage and Office Supply

Calculation:

\$0.50 Per Customer Postage:	\$0.50 Per month
\$1.15 Per Customer other supplies	\$1.15 Per month
Total:	\$1.65 Per month
Average Mcf Usage:	6 Mcf per month

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Per Mcf:

\$0.21

Revised

Gas Price Calculations

12 Month NYMEX Strip (as of 03/27/2018):	\$2.8 7/ DTH
12 Month Columbia Gas TCO Strip (as of 03/27/2018):	<u>(\$0.26)/DTH</u>
	\$2.61/DTH
BTU Conversion Based on Btu/cf:	<u>x 1.370*</u>
	\$3.58/MCF
*average of the field tap meter heat rates, Jan' 2018	
Well Operator: (Schedule 1)	\$2.70
Administrative Personnel: (Schedule 2)	\$1.76
Postage & Office Supply: (Schedule 3)	\$0.21

\$8.25