

138 FERC ¶ 61,210
FEDERAL ENERGY REGULATORY COMMISSION
WASHINGTON, D.C. 20426

March 22, 2012

In Reply Refer To:
PostRock KPC Pipeline, LLC
Docket No. RP12-173-000

PostRock KPC Pipeline, LLC
c/o John & Hengerer
1730 Rhode Island Avenue, NW, Suite 600
Washington, CA 20036-3116

Attention: Matthew T. Rick, Attorney for PostRock KPC Pipeline, LLC

Reference: Requested Waiver of Interruptible Revenue Crediting Report

Dear Mr. Rick:

1. On November 28, 2011, PostRock KPC Pipeline, LLC (KPC) filed a request for a one-time waiver of Section 24.5 of the General Terms and Conditions (GT&C) of KPC's FERC Gas Tariff, Third Revised Volume No. 1. Section 24.5 requires that KPC file an interruptible transportation (IT) revenue crediting report with the Commission within sixty days of October 1 of each year. As discussed below, for good cause shown, the Commission grants a one-time waiver of Section 24.5 of KPC's GT&C.

2. Section 24.5 provides that KPC shall file an interruptible transportation (IT) revenue crediting report comparing (1) the total revenues collected pursuant to Rate Schedule IT during the twelve-month period ending September 30 against (2) the total cost of service allocated to be recovered under Rate Schedule IT during that period. To the extent such revenues exceed such cost of service allocation, KPC is required to credit 100 percent of the excess revenue, less applicable surcharges, penalties, and variable costs, to firm shippers serviced under Rate Schedules FT and FT-NN. Section 24.5 further provides that all firm shippers served under FT and FT-NN paying the maximum rate shall receive such credits.

3. KPC states that during the twelve-month period ending September 30, 2011, KPC did not provide service to any FT or FT-NN shipper paying maximum tariff rates. Therefore, there are no shippers that would be entitled to receive a credit of any excess IT

revenues that were earned during that period. KPC further states that its system has been significantly undersubscribed which has led KPC to take various cost-saving measures, including staff reductions. Accordingly, it seeks to avoid using its already limited staff resources to prepare a report that would have little practical value.

4. Public notice of the filing was issued on November 29, 2011. Interventions and protests were due as provided in section 154.210 of the Commission's regulations (18 C.F.R. § 154.210 (2011)). Pursuant to Rule 214 (18 C.F.R. § 385.214 (2011)), all timely filed motions to intervene and any unopposed motion to intervene out-of-time filed before the issuance date of this order are granted. Granting late intervention at this stage of the proceeding will not disrupt the proceeding or place additional burdens on existing parties. No protests or adverse comments were filed.

5. The Commission has reviewed KPC's request for a one-time waiver of Section 24.5 of KPC's GT&C which requires it to file an annual IT revenue crediting report. KPC's request is unopposed. The Commission finds that good cause has been shown to grant KPC's requested waiver. Therefore, the Commission grants KPC's request for a one-time waiver of Section 24.5 of its GT&C.

By direction of the Commission.

Kimberly D. Bose,
Secretary.