STATE OF MISSOURI PUBLIC SERVICE COMMISSION

At a session of the Public Service Commission held at its office in Jefferson City on the 10th day of June, 2011.

In the Matter of the Application of KCP&L Greater Missouri Operations Company for Approval to Make Certain Changes in its Charges for Electric Service File No. ER-2010-0356 Tariff File No. YE-2011-0606

ORDER FURTHER SUSPENDING TARIFF SHEETS

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Issue Date: June 10, 2011

Effective Date: June 18, 2011

On May 4, 2011, the Commission issued its Report and Order approving certain rates for KCP&L Greater Missouri Operations Company (GMO). On May 27, 2011, the Commission issued an Order of Clarification and Modification which rejected tariffs filed in compliance with the Report and Order and required the filing of additional tariff sheets. Additional compliance tariffs were filed on May 31, 2011, and substitute sheets were filed on June 1, 2011.¹

The Staff of the Commission filed suggestions regarding the Commission's decision to make the fuel adjustment clause (FAC) portion of the tariffs effective on July 1, 2011, with the base rates tariffs becoming effective on June 4, 2011. Ag Processing, Inc. a cooperative and the Sedalia Industrial Energy Users' Association (SIEUA) filed a response, and an additional reply was received from Staff and from GMO.

¹ For record-keeping purposes and because of the different effective dates for different portions of the tariffs, the Commission divided the filing into a different tracking number for each tariff effective date.

The Office of the Public Counsel objected to the tariffs on June 2, 2011. Public Counsel first objected to the shortened time for responses and stated that it did not have sufficient time to review and respond to the tariffs or review the pleadings filed by Staff regarding the FAC tariffs. Public Counsel's second objection was to the interest rate of 8.414% contained as "carrying costs" for the phase-in portion of the rates. GMO indicated in its cover letter filed with the tariffs that it included its authorized rate of return (ROR) of 8.414% as a carrying cost ordered by the Commission. Ag Processing concurred in the objections of Public Counsel and further objected to the "phase-in of rates in excess of filed-for levels."

The Staff of the Commission filed a recommendation regarding the tariffs on June 2, 2011. In that recommendation, Staff recommended that the tariffs bearing a June 4, 2011 effective date and a July 1, 2011 effective date be approved as in compliance with the Commission Report and Order. In its recommendation, however, Staff had not yet had an opportunity to complete its review of the additional tariff sheets for the "phase-in" portion of the rates.

Upon review of the responses, the Commission ordered a suspension of the tariff sheets and directed any additional responses and any arguments concerning why the "carrying costs" should not be set at the short-term interest rate be filed no later than June 8, 2010. Responses were received from GMO, Public Counsel, Ag Processing, and Staff.

When the Commission originally issued its Report and Order it determined reluctantly that the just and reasonable allocation between the L&P and MPS divisions was as set out in that Report and Order. This allocation was basically a compromise

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between the positions of Staff and GMO. The Commission attempted to ease the rate increase that was ultimately determined by creating the phase-in of the rates. However, additional issues have arisen with that phase-in and the Commission is still reviewing the actual rates such a phase-in will cause the L&P ratepayers. The Commission is mindful of the need for GMO and the ratepayers to have all the issues of this case considered thoroughly but expeditiously. Therefore, the Commission will further suspend these tariffs to allow for additional time for their consideration.

THE COMMISSION ORDERS THAT:

1. Tariff File No. YE-2011-0606, filed by KCP&L Greater Missouri Operations

Company on May 31, 2011, are further suspended from June 18, 2011, until June 25,

2011. The tariff sheets suspended are:

P.S.C. MO. No. 1, Electric Rates

P.S.C. MO. No. 1, Electric Rates

4th Revised Sheet No. 54, canceling 3rd Revised Sheet No. 54	
4th Revised Sheet No. 56, canceling 3rd Revised Sheet No. 56	
4th Revised Sheet No. 57, canceling 3rd Revised Sheet No. 57	
4th Revised Sheet No. 59, canceling 3rd Revised Sheet No. 59	
4th Revised Sheet No. 60, canceling 3rd Revised Sheet No. 60	
4th Revised Sheet No. 61, canceling 3rd Revised Sheet No. 61	
4th Revised Sheet No. 66, canceling 3rd Revised Sheet No. 66	
4th Revised Sheet No. 67, canceling 3rd Revised Sheet No. 67	
4th Revised Sheet No. 68, canceling 3rd Revised Sheet No. 68	
4th Revised Sheet No. 70, canceling 3rd Revised Sheet No. 70	
4th Revised Sheet No. 71, canceling 3rd Revised Sheet No. 71	
4th Revised Sheet No. 74, canceling 3rd Revised Sheet No. 74	
4th Revised Sheet No. 76, canceling 3rd Revised Sheet No. 76	
4th Revised Sheet No. 79, canceling 3rd Revised Sheet No. 79	
4th Revised Sheet No. 80, canceling 3rd Revised Sheet No. 80	
5th Revised Sheet No. 88, canceling 4th Revised Sheet No. 88	
5th Revised Sheet No. 89, canceling 4th Revised Sheet No. 89	
4th Revised Sheet No. 90, canceling 3rd Revised Sheet No. 90	
5th Revised Sheet No. 91, canceling 4th Revised Sheet No. 91	
5th Revised Sheet No. 92, canceling 4th Revised Sheet No. 92	
3rd Revised Sheet No. 93, canceling 2nd Revised Sheet No. 93	
5th Revised Sheet No. 95, canceling 4th Revised Sheet No. 95	
4th Revised Sheet No. 103, canceling 3rd Revised Sheet No. 10)3
4th Revised Sheet No. 104, canceling 3rd Revised Sheet No. 10)4
Original Sheet No. 133	

2. This order shall become effective on June 18, 2011.

BY THE COMMISSION

Steven C. Reed Secretary

(SEAL)

Gunn, Chm., Clayton, Davis, Jarrett, and Kenney, CC., concur.

Dippell, Deputy Chief Regulatory Law Judge