

SCHEDULE GLC-4

**STATE OF MISSOURI
PUBLIC SERVICE COMMISSION**

At a session of the Public Service
Commission held at its office in
Jefferson City on the 29th day
of August, 2006.

In the Matter of Aquila, Inc. d/b/a Aquila Networks–L&P,)
for Authority to File Tariffs Changing the Steam Quarterly)
Cost Adjustment for Service Provided to Customers in the)
Aquila Networks–L&P Service Territory.)
Case No. HR-2007-0028
Tariff No. YH-2007-0027

**ORDER APPROVING TARIFF SHEET FILED IN COMPLIANCE
WITH COMMISSION'S ORDER**

Issue Date: August 29, 2006

Effective Date: September 1, 2006

On July 14, 2006, Aquila, Inc., d/b/a Aquila Networks–L&P, submitted a proposed tariff sheet. The proposed tariff sheet contains a quarterly cost adjustment to allow customer rates to change with fuel cost changes. The tariff sheet was filed pursuant to the terms of the Stipulation and Agreement approved by the Commission in Case No. HR-2005-0450. Aquila's tariff sheet has a proposed effective date of September 1, 2006.

The Commission sent notice of the filing to all parties to HR-2005-0450. Ag Processing Inc., intervened in the case but did not object to the tariff or request a hearing. On August 17, 2006, the Staff of the Missouri Public Service Commission filed a recommendation. Staff states that it has reviewed Tariff No. YH-2007-0027 and is of the opinion that it is in compliance with the Commission's order. Staff recommends that the Commission approve the proposed tariff sheet to become effective on September 1, 2006. The Commission has reviewed Aquila's tariff sheet and Staff's verified recommendation,

which is hereby admitted into evidence. Based on these filings, the Commission finds that the tariff sheet is in compliance with the Commission's previous order and shall be approved as ordered below.

IT IS ORDERED THAT:

1. Tariff No. YH-2007-0027, submitted on July 14, 2006, is hereby approved for steam service rendered on or after September 1, 2006. The tariff sheet approved is:

P.S.C. MO. No. 1

1st Revised Sheet No. 6.5, Canceling Original Sheet No. 6.5

2. This order shall become effective on September 1, 2006.
3. This case shall close on September 2, 2006.

BY THE COMMISSION



Colleen M. Dale
Secretary

(S E A L)

Davis, Chm., Murray, Clayton,
and Appling, CC., concur.
Gaw, C., dissents.

Dippell, Deputy Chief Regulatory Law Judge

Matt Tracy
Regulatory Manager
Regulatory Services

Aquila Networks
MSC 8-230
20 West 9th Street
Kansas City, MO 64105
816-467-3766
816-467-9766 fax
matt.tracy@aquila.com



Aquila

July 14, 2006

Ms. Colleen Dale
Missouri Public Service Commission
200 Madison Street, Suite 100
P.O. Box 360
Jefferson City, MO 65102-0360

Ms. Dale:

Filed through EFIS is the following **steam** tariff sheet for filing on behalf of Aquila, Inc., d/b/a Aquila Networks – L&P (“L&P”), providing the current Quarterly Cost Adjustment per the Stipulation and Agreement in Case No. HR-2005-0450. The tariff sheet, listed below, has an effective date of September 1, 2006.

Also filed are two worksheets showing the calculation of the new rate.

Aquila Networks, PSC Mo. No. 1, Steam Rates, Effective September 1, 2006
1st Revised Sheet No. 6.5, canceling Original Sheet No. 6.5

Attachments

cc: Office of the Public Counsel

STATE OF MISSOURI, PUBLIC SERVICE COMMISSION

P.S.C. MO. No. 1 1stRevised Sheet No. 6.5Canceling P.S.C. MO. No. 1Original Sheet No. 6.5**Aquila, Inc., dba****AQUILA NETWORKS**

For St. Joseph, MO & Environs

KANSAS CITY, MO 64138

<p>QUARTERLY COST ADJUSTMENT RIDER (Continued)</p> <p>STEAM</p>

RATE:

Current Quarterly Cost Adjustment Table:

<u>Period</u>	<u>First Effective Date</u>	<u>Last Effective Date</u>	<u>CQCA (by Quarter)</u>
2006 Q2	9/1/2006	8/31/2007	\$0.0074

Reconciliation Table:

<u>Period</u>	<u>First Effective Date</u>	<u>Months</u>	<u>Last Effective Date</u>	<u>Monthly Recon (by Quarter)</u>
2006 Q2				

Quarterly Cost Adjustment Table:

<u>Period</u>	<u>First Effective Date</u>	<u>Last Effective Date</u>	<u>Monthly QCA</u>
2006 Q2	9/1/2006	11/30/2006	\$0.0074

Credits are shown in parentheses, e.g. (\$.05).

Issued: July 14, 2006

Effective: September 1, 2006

Issued by: Gary Clemens, Regulatory Services

[illegible]

Total Steam mmBtu Sales - 2005

	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Total
Total Steam mmBtu Sales - 2005	153,595	152,746	135,482	143,887	150,013	148,494	156,683	154,069	174,829	177,691	165,112	185,313	1,897,914
Fuel Costs - 2006													
Coal Costs - 2006	\$ 686,093	\$ 649,717	\$ 621,350	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,957,160
Gas Costs - 2006	\$ 375,339	\$ 346,688	\$ 304,349	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Oil Costs - 2006	\$ 297,344	\$ 272,149	\$ 233,521	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Hedge Costs - 2006	\$ 13,410	\$ 30,880	\$ 83,480	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Coal mmBtu Input Blr Nos. 5	mmBtu 183,325	190,085	152,100	-	-	-	-	-	-	-	-	-	525,510
Gas mmBtu Input Blr Nos. 1-5	mmBtu 41,605	39,595	36,421	-	-	-	-	-	-	-	-	-	117,621
No. 2 Oil mmBtu Input Blr Nos. 1-4	mmBtu -	-	-	-	-	-	-	-	-	-	-	-	0
Blr 1-5 Fuel to Steam Input	mmBtu 224,930	229,680	188,521	0	0	0	0	0	0	0	0	0	643,131

mmBtu
mmBtu
mmBtu
mmBtu

Production Test - Q1
Production Test - Q2
Production Test - Q3
Production Test - Q4

Production Coal Costs - Q1
Production Coal Costs - Q2
Production Coal Costs - Q3
Production Coal Costs - Q4
Production Gas Costs - Q1
Production Gas Costs - Q2
Production Gas Costs - Q3
Production Gas Costs - Q4

Appendix D

Production Standards - Q1
Production Standards - Q2
Production Standards - Q3
Production Standards - Q4

mmBtu	202,635	195,170	159,314	177,341	198,924	188,724	187,991	187,887	190,423	110,912	188,695	196,088	2,184,104
mmBtu			495,695			495,695			495,695			495,695	
mmBtu						1,052,814			1,052,814			1,052,814	
mmBtu									1,617,803			1,617,803	
mmBtu												2,184,104	

Total Steam mmBtu Sales - 2006

mmBtu	177,967	187,426	165,460	0	0	0	0	0	0	0	0	0	530,853
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Quarterly Fuel Costs - Actual
Production Standards - Coal
Production Standards - Gas
Quarterly Fuel Costs - Adjusted
Quarterly Blr 1-5 Fuel to Steam Input
Base fuel amount (per million BTU)
Quarterly Fuel Costs - Collected
(Over) or Under Collected Fuel Costs
Reflect 80% change in actual fuel costs
Rolling 12-months Steam Btu Sales
Quarterly Cost Adjustment
Cumulative - QCA

\$			1,957,160	0	0	0	0	0	0	0	0	0	0
\$			0	0	0	0	0	0	0	0	0	0	0
\$			0	0	0	0	0	0	0	0	0	0	0
mmBtu			1,957,160	0	0	0	0	0	0	0	0	0	0
mmBtu			643,131	0	0	0	0	0	0	0	0	0	0
mmBtu			3,0432	3,0050	3,0050	3,0050	3,0050	3,0050	3,0050	3,0050	3,0050	3,0050	3,0050
\$	3,0050	3,0050	3,0050	3,0050	3,0050	3,0050	3,0050	3,0050	3,0050	3,0050	3,0050	3,0050	3,0050
\$			1,932,609	0	0	0	0	0	0	0	0	0	0
\$			24,551	0	0	0	0	0	0	0	0	0	0
mmBtu			19,641	0	0	0	0	0	0	0	0	0	0
mmBtu			2,438,370	0	0	0	0	0	0	0	0	0	0
mmBtu			0.0074	0	0	0	0	0	0	0	0	0	0
mmBtu			0.0074	0	0	0	0	0	0	0	0	0	0

Note: (1,625) carry forward from March 6-31.