

Exhibit No.:
Issue: Organization of KCPL Power
Witness: Marcus Jackson
Type of Exhibit: Direct Testimony
Sponsoring Party: KCPL
Case No.: EM-2000-753
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Service Commission

Direct Testimony
of
Marcus Jackson
On behalf of
Kansas City Power & Light Company

**DIRECT TESTIMONY
OF
MARCUS JACKSON
Executive Vice President - KCPL & President KCPL Power
Kansas City Power & Light Company**

Case No. EM-2000-753

1 Q. PLEASE STATE YOUR NAME, TITLE AND BUSINESS ADDRESS.

2 A. My name is Marcus Jackson. I am an Executive Vice President at Kansas City
3 Power & Light Company and the President of KCPL Power, which is currently a
4 division of KCPL. My business address is 1201 Walnut Street, Kansas City,
5 Missouri 64106.

6 Q. ON WHOSE BEHALF ARE YOU TESTIFYING?

7 A. I am testifying on behalf of KCPL.

8 Q. PLEASE SUMMARIZE YOUR EDUCATIONAL BACKGROUND AND
9 PROFESSIONAL EXPERIENCE.

10 A. In 1974, I graduated from the University of Southern Illinois with a Bachelors of
11 Science degree in Mechanical Engineering Technology. I also graduated from
12 Rockhurst College in 1991 with a Masters of Business Administration. I have
13 worked in the electric utility industry for approximately 26 years. For
14 approximately 19 of those years, I have worked for KCPL in various capacities
15 relating to power production. Since April 2000, I have served as an Executive
16 Vice President at KCPL and as the President of KCPL Power. Currently KCPL
17 Power is a division of KCPL. Upon approval of KCPL's reorganization plan,
18 KCPL Power will become a corporate subsidiary of HoldingCo.

1 In 1974, I started my career with KCPL as a Maintenance Engineer. I was
2 promoted to Maintenance Foreman in 1978 and Superintendent of Central
3 Maintenance in 1980. Between 1980 and 1983, I worked for Dravo Constructors,
4 Inc. as a Project Engineer in Saudi Arabia. While in Saudi Arabia, I assisted in
5 the construction of four 400 MW steam generators. After rejoining KCPL in
6 1983, I was named Assistant Superintendent of Central Maintenance, then
7 promoted to Superintendent of Central Maintenance in 1984. In November of
8 1984, I was promoted to Plant Manager of the Montrose Generating Station.
9 After serving in this capacity for three years, I was promoted to Assistant Director
10 of Power Production, and in June of 1988, I was promoted to Senior Director of
11 Power Production. In 1989, I was promoted to Vice President of Power
12 Production. In 1994, I was promoted to Senior Vice President of Power Supply.
13 Two years later, I was promoted to Executive Vice President and Chief Operating
14 Officer. In 1999, I was promoted to Executive Vice President and Chief Financial
15 Officer.

16 Q. WHAT IS THE PURPOSE OF YOUR DIRECT TESTIMONY IN THIS
17 PROCEEDING?

18 A. I sponsor Section IV, and accompanying schedules, of the Organizational Report
19 that is attached to the Direct Testimony of A. Drue Jennings.

20 Q. DO YOU SERVE ON ANY OF THE RESTRUCTURING TEAMS
21 REFERENCED IN MS. LATZ'S DIRECT TESTIMONY?

22 A. Yes I do. I serve as chairman of the Power Group, and as a member of the
23 Financial and Infrastructure & Services groups. The Power Group was tasked

1 with identifying the assets and skill sets that a generating company would need to
2 prosper in the wholesale market, while continuing to provide KCPL's current
3 customers with reliable and reasonably priced power. After a careful review of
4 KCPL's current and future requirements vis-à-vis power production, the Power
5 Group concluded that KCPL Power's organizational structure should include
6 Manage and Control, Business Development, Operations and Maintenance,
7 Capital Asset Management and Project Finance units. A detailed description of
8 each unit is contained in Section IV of the Organizational Report.

9 Q. IF KCPL'S PROPOSED REORGANIZATION PLAN IS APPROVED BY THE
10 RELEVANT REGULATORY AGENCIES, HOW WILL THIS AFFECT
11 KCPL'S GENERATING ASSETS?

12 A. Currently, KCPL is a vertically integrated electric utility. If its reorganization
13 plan is approved, KCPL Power will become a corporate subsidiary of HoldingCo.
14 KCPL's leasehold interest in Hawthorn 6 and all power production assets will be
15 transferred to KCPL Power, including all management, staff and functions related
16 to the traditional generation function within KCPL as it is presently configured.
17 As a stand-alone company, the management team of KCPL Power will make the
18 company's strategic decisions and run the day-to-day operations of the company.
19 This will include the management and control of all construction and operating
20 services related to power production.

1 Q. WILL KCPL POWER LIMIT ITS BUSINES ACTIVITIES TO PROVIDING
2 ENERGY AND CAPACITY TO KCPL'S NATIVE LOAD?

3 A. No. In addition to supplying KCPL Delivery native load capacity and energy
4 pursuant to a power supply agreement, KCPL Power will sell electric capacity
5 and energy services in the wholesale market. KCPL Power will respond to
6 requests for proposals for wholesale electric services from regulated electric
7 utilities, energy marketers, load aggregators, electric cooperatives and
8 municipalities.

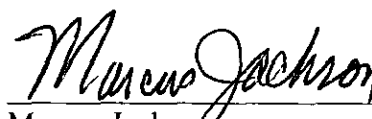
9 Q. DOES THIS CONCLUDE YOUR TESTIMONY?

10 A. Yes.

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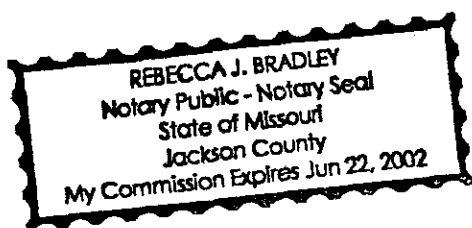
STATE OF MISSOURI)
)
COUNTY OF JACKSON) ss.

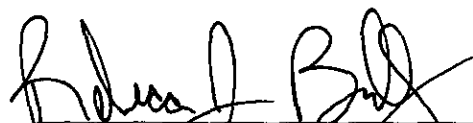
Marcus Jackson, being first duly sworn, on his oath states: that he has participated in the preparation of the foregoing written testimony, in question and answer form, to be presented to the Pubic Service Commission of the State of Missouri; that the answers therein contained were given by him; that he has knowledge of the matters set forth in said answers; and that such answers are true to the best of his knowledge and belief.



Marcus Jackson

Subscribed and sworn to before my this 11th day of September, 2000.





Notary Public