#### MEMORANDUM

TO: Missouri Public Service Commission Official Case File

Case No. HT-2011-0343, Tariff Tracking No. YH-2012-0019

KCP&L Greater Missouri Operations Company

FROM: Leon Bender, Utility Regulatory Engineer I

Michelle Bocklage, Rate & Tariff Examiner

<u>/s/ John Rogers 8/12/2011</u>
Energy Department / Date

<u>/s/ Sarah Kliethermes 8/12/2011</u>
Staff Counsel Division / Date

SUBJECT: Staff Recommendation For **Approval** Of Tariff Sheet To Add The Quarterly Cost

Adjustment For The Second Quarter Of 2011 To The Quarterly Cost Adjustment

Rider Of KCP&L Greater Missouri Operations Company

DATE: August 12, 2011

On July 15, 2011, KCP&L Greater Missouri Operations Company (GMO) filed with the Commission one (1) tariff sheet bearing an issue date of July 15, 2011 and an effective date of September 1, 2011, to add the quarterly cost adjustment (QCA) for the first quarter of 2011. The adjustment is required by GMO's Quarterly Cost Adjustment Rider, which the Commission approved in Case No. HR-2005-0450, and modified in Case Nos. HR-2009-0092 and HR-2010-0028, for steam service on and after July 1, 2009.

GMO's filing included the proposed tariff sheet and workpapers consisting of four worksheets showing its calculation of the QCA for the second quarter of 2011.

The procedure for the calculation of the QCA for steam service sales occurring on and after July 1, 2009 is set out in Sheets 6.6 through 6.10 of GMO's tariff, which are entitled, "Quarterly Cost Adjustment Rider – Steam."

Staff reviewed the data and mathematical calculations GMO provided in its workpapers. Staff found GMO's calculations related to the second quarter 2011 QCA filing to be correct, and that the calculations satisfy the standards set forth on Sheets 6.6 through 6.10 of GMO's tariff. The calculations are also consistent with previous GMO QCA tariff filings. Staff therefore recommends that the Commission **approve** the following proposed tariff sheet, as filed on July 15, 2011, to become effective on September 1, 2011, as requested by GMO, or permit the tariff sheet to go into effect on September 1, 2011, by operation-of-law:

P.S.C. MO. No. 1

9<sup>th</sup> Revised Sheet No. 6.10 Canceling 8<sup>th</sup> Revised Sheet No. 6.10

Staff has verified that GMO is not delinquent on any assessment and has filed its 2010 annual report. GMO is current on its submission of its Surveillance Monitoring reports as required in 4 CSR 240-20.090(10) and its monthly reports as required by 4 CSR 240-3.161(5). Staff is not

MO PSC CASE NO. HT-2011-0343 OFFICIAL CASE FILE MEMORANDUM Page 2 of 2

aware of any other matter pending before the Commission that affects or is affected by this tariff filing except for the Complaint By AG Processing, Inc., A Cooperative Concerning Recoveries From Steam Customers Of Imprudently Incurred Amounts By Aquila, Inc. And Its Successors Including KCP&L Greater Missouri Operations Company in Case No. HC-2010-0235.

# BEFORE THE PUBLIC SERVICE COMMISSION

## OF THE STATE OF MISSOURI

In the Matter of KCP&L Greater	)	
Missouri Operations Company for	)	
Authority to File Tariffs Changing the	ĵ	Case No. HT-2011-0343
Steam QCA for Service Provided to	Ś	
Customers in its Service Territory	Ć	

### AFFIDAVIT OF LEON C. BENDER

STATE OF MISSOURI	)
	) ss
COUNTY OF COLE	)

Leon C. Bender, of lawful age, on oath states: that he participated in the preparation of the foregoing Staff Recommendation in memorandum form, to be presented in the above case; that the information in the Staff Recommendation was provided to him; that he has knowledge of the matters set forth in such Staff Recommendation; and that such matters are true to the best of his knowledge and belief.

Leon C. Bender

Subscribed and sworn to before me this 12th day of August, 2011.

Notary Public

SUSAN L. SUNDERMEYER
Notary Public - Notary Seal
State of Missouri
Commissioned for Callaway County
My Commission Expires: October 03, 2014
Commission Number: 10942086

### BEFORE THE PUBLIC SERVICE COMMISSION

### OF THE STATE OF MISSOURI

In the Matter of KCP&L Greater	)	
Missouri Operations Company for	)	C No. 11T 2011 0242
Authority to File Tariffs Changing	)	
the Steam QCA for Service	)	Case No. HT-2011-0343
Provided to Customers in its	)	
Service Territory	)	

#### AFFIDAVIT OF MICHELLE BOCKLAGE

STATE OF MISSOURI	)
COUNTY OF COLE	) ss )

Michelle Bocklage, of lawful age, on oath states: that she participated in the preparation of the foregoing Staff Recommendation in memorandum form, to be presented in the above case; that the information in the Staff Recommendation was provided to her; that she has knowledge of the matters set forth in such Staff Recommendation; and that such matters are true to the best of her knowledge and belief.

Michelle Bocklage

Subscribed and sworn to before me this 12th day of August, 2011.

SUSAN L. SUNDERMEYER
Notary Public - Notary Seal
State of Missouri
Commissioned for Callaway County
My Commission Expires: October 03, 2014
Commission Number: 10942086

Notary Public