

**COST ALLOCATION MANUAL  
FOR MPSC AND KCC**

- Prepared by: Larry Jaworski, Phil Gornetzki, Rob Basinger
- Account No.: 108373 Depr-EI Dist Plt-St Ltg
- Business Unit: DELIVERY
- Allocation Basis:

Assigned to business segment in which the related assets were assigned.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Larry Jaworski, Phil Gornetzki, Rob Basinger
- Account No.: 108390 Depr-El Gen Plt-Struc
- Business Unit: DELIVERY, POWER, HOLDING CO
- Allocation Basis:

Assigned to business segment in which the related assets were assigned. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.

**COST ALLOCATION MANUAL  
FOR MPSC AND KCC**

- Prepared by: Larry Jaworski, Phil Gornetzki, Rob Basinger
- Account No.: 108391 Depr-El Gen Plt-Off Furn
- Business Unit: DELIVERY, POWER, HOLDING CO
- Allocation Basis:

Assigned to business segment in which the related assets were assigned. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.

**COST ALLOCATION MANUAL  
FOR MPSC AND KCC**

- Prepared by: Larry Jaworski, Phil Gornetzki, Rob Basinger
- Account No.: 108392 Depr-Gen Plt-Tran Eqpt
- Business Unit: HOLDING CO
- Allocation Basis:

Assigned to business segment in which the related assets were assigned. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.

**COST ALLOCATION MANUAL  
FOR MPSC AND KCC**

- Prepared by: Larry Jaworski, Phil Gornetzki, Rob Basinger
- Account No.: 108393 Depr-EI Gen Plt-Stores Eq
- Business Unit: DELIVERY, POWER, HOLDING CO
- Allocation Basis:

Assigned to business segment in which the related assets were assigned. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.

**COST ALLOCATION MANUAL  
FOR MPSC AND KCC**

- Prepared by: Larry Jaworski, Phil Gornetzki, Rob Basinger
- Account No.: 108394 Depr-El Gen Plt-Tools
- Business Unit: DELIVERY, POWER, HOLDING CO
- Allocation Basis:

Assigned to business segment in which the related assets were assigned. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Larry Jaworski, Phil Gornetzki, Rob Basinger
- Account No.: 108395 Depr-EI Gen Plt-Lab Eqpt
- Business Unit: DELIVERY, POWER, HOLDING CO
- Allocation Basis:

Assigned to business segment in which the related assets were assigned. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Larry Jaworski, Phil Gornetzki, Rob Basinger
- Account No.: 108396 Depr-El Gen Plt-Pwr Eqpt
- Business Unit: DELIVERY, HOLDING CO
- Allocation Basis:

Assigned to business segment in which the related assets were assigned. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.



## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Larry Jaworski, Phil Gornetzki, Rob Basinger
- Account No.: 108397 Depr-El Gen Plt-Comm Eqpt
- Business Unit: DELIVERY, POWER, HOLDING CO
- Allocation Basis:

Assigned to business segment in which the related assets were assigned. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Larry Jaworski, Phil Gornetzki, Rob Basinger
- Account No.: 108398 Depr-El Gen Plt-Misc Eqpt
- Business Unit: DELIVERY, POWER, HOLDING CO
- Allocation Basis:

Assigned to business segment in which the related assets were assigned. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.

**COST ALLOCATION MANUAL  
FOR MPSC AND KCC**

- Prepared by: Larry Jaworski, Phil Gornetzki, Rob Basinger
- Account No.: 108399 Depr-Elec-Gen Plt-Othr Prop
- Business Unit: POWER
- Allocation Basis:

Assigned to business segment in which the related assets were assigned.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Rob Basinger
- Account No.: 111303 Amtz -Misc Intangible Plant
- Business Unit: DELIVERY, POWER, HOLDING CO
- Allocation Basis:

Assigned to business segment in which the related assets were assigned. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.

**COST ALLOCATION MANUAL  
FOR MPSC AND KCC**

- Prepared by: Rob Basinger
- Account No.: 111311 Amort-Leasehold Improvements
- Business Unit: POWER
- Allocation Basis:

Amortization of Account 101-311, StmPr-Struc&Impr-EI In S.

**COST ALLOCATION MANUAL  
FOR MPSC AND KCC**

- Prepared by: Rob Basinger
- Account No.: 111350 Amort-Ele Plt Serv
- Business Unit: DELIVERY
- Allocation Basis:

Assigned to business segment in which the related assets were assigned.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Rob Basinger
- Account No.: 111360 Amort-Ele Plt Serv
- Business Unit: DELIVERY
- Allocation Basis:

Assigned to business segment in which the related assets were assigned.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Rob Basinger
- Account No.: 111390 Amtz-Elec Plt in Svc-Genral
- Business Unit: HOLDING CO
- Allocation Basis:

Assigned to business segment in which the related assets were assigned. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.



## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Gary Zimmerman
- Account No: 120100 Nuclear Fuel in Process  
120101 Nuclear Fuel Costs-AFDC Accr  
120102 Nuclear Fuel Clearing of AFDC
- Business Unit: POWER
- Allocation Basis:

Nuclear fuel expenditures provided by Wolf Creek which relate to Nuclear Fuel in Process and related AFDC.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Gary D. Zimmerman
- Account No.: 120220 Nuclear Fuel Stock-Material & Assembly
- Business Unit: POWER
- Allocation Basis:

Nuclear Fuel information provided by Wolf Creek which relates to the transfer of Nuclear fuel and AFDC from Nuclear Fuel In Process to Nuclear Fuel in Stock.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Gary Zimmerman
- Account No: 120330 Nuclear Fuel In Reactor
- Business Unit: POWER
- Allocation Basis:

Nuclear fuel information provided by Wolf Creek which relates to the transfer of Nuclear fuel and AFDC from Nuclear Fuel in Process to Nuclear Fuel in Stock at the time of the Plant's major overhaul.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Gary Zimmerman
- Account No: 120440 Nuclear Fuel Spent Fuel
- Business Unit: POWER
- Allocation Basis:

Nuclear fuel information provided by Wolf Creek which relates to the transfer of Nuclear fuel in Reactor to Nuclear Fuel Spent and which occurs at time of Plant overhaul.

**COST ALLOCATION MANUAL  
FOR MPSC AND KCC**

- Prepared by: Gary Zimmerman
- Account No: 120561 Nuclear Fuel Amortization Provision
- Business Unit: POWER
- Allocation Basis:

Nuclear fuel information provided by Wolf Creek which pertains to the Amortization of Nuclear Fuel Burned

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Rob Basinger
- Account No.: 121000 Non-Util Prop-Land
- Business Unit: DELIVERY,POWER,HOLDING CO
- Allocation Basis:

Assigned to business segment in which the related assets were assigned. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Rob Basinger
- Account No.: 121002 Non-Util Prop-Mktg&Worry-Free
- Business Unit: DELIVERY
- Allocation Basis:

Assigned to business segment in which the related assets were assigned.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Rob Basinger
- Account No.: 121003 Non-Util Prop-Other than Land
- Business Unit: POWER,HOLDING CO
- Allocation Basis:

Assigned to business segment in which the related assets were assigned. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.



## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Rob Basinger
- Account No.: 121021 Non-Util-Prop-MeterTreaters
- Business Unit: DELIVERY
- Allocation Basis:

Assigned to business segment in which the related assets were assigned.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Rob Basinger
- Account No.: 122700 Depr & Amor-Non-Util Prop
- Business Unit: DELIVERY, POWER, HOLDING CO
- Allocation Basis:

Assigned to business segment in which the related assets were assigned. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Dennis Miller
- Account No.: 123110 Investment-Wyoming Fuel Inc
- Business Unit: POWER
- Allocation Basis:

This asset represents the cost of land in Wyoming , which has coal mining potential. Coal is KCPL's major generating fuel—therefore this account is classified as a POWER business unit.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Darrin Ives for Steve Connelly
- Account No.: 123120, 123121, 123130 and 123131  
Investment in KLT Inc, Income/(Loss) From KLT Inc  
Investment in Home Services Solutions, Income/(Loss) From  
Home Services Solutions
- Business Unit: SUBSIDIARY
- Allocation Basis:

*These account descriptions are as follows:*

123120 Investment in KLT Inc.  
123121 Income/(Loss) from KLT Inc.  
123130 Investment in Home Service Solutions  
123131 Income/(Loss) from Home Service Solutions

These accounts are used to record KCPL's gross capital investment in its wholly-owned subsidiaries (123120 and 123130) and the accumulated income(loss) recorded by KCPL from the subsidiaries (123121 and 123131). As these activities are corporate in nature and bear no relationship to delivery of power, the activity in these accounts is recorded in the SUBSIDIARY business unit.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Darrin Ives for Steve Connelly
- Account No.: 123125 and 123126 Investment in KCPL-KLT Iatan Inc,  
Inc/(Loss) from KCPL-KLT Iatan
- Business Unit: POWER
- Allocation Basis:

123125 Investment in KCPL-KLT Iatan Inc and 123126 Inc/(Loss) from KCPL-KLT Iatan reflect the investment in and accumulated income(loss) associated with KLT Iatan, which is an entity that was established to evaluate the feasibility of constructing a second generating unit at the Iatan generating station. As this project is related to the generation of electricity, these accounts are appropriately reported in the POWER business unit.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Ruth Ann Dane
- Account No.: 124001 Invest-Misc. Stks & Bonds
- Business Unit: HOLDING CO
- Allocation Basis:

This account will remain in HOLDING CO since it is the Officers Stock Option account that is kept by Neil Roadman. Some Officers have exercised their stock options and some have not. Also, the balance in the account fluctuates with the stock price as each quarter is recorded. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Ruth Ann Dane
- Account No.: 124002 Invest-Club Member & Misc Stk
- Business Unit: HOLDING CO
- Allocation Basis:

This account will remain HOLDING CO because it is all the stock KCPL has as a result of bad debt that is on the books at the nominal value of \$1. This account also includes the \$17 for K. C. Club memberships. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Ruth Ann Dane
- Account No.: 124010 Invest-Concordia Industrial Development
- Business Unit: HOLDING CO
- Allocation Basis:

This account will remain HOLDING CO because it is KCPL's investment of \$1 in that city's development. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.



## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Rob Basinger
- Account No.: 124040 Commercial Services Notes Rec
- Business Unit: DELIVERY
- Allocation Basis:

Based on business segment in which the assets are being used.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Ruth Ann Dane
- Account No.: 124110 Invest-POWER Common Stock
- Business Unit: POWER
- Allocation Basis:

This is a nominal amount of \$47.00 that represents KCPL's investment in Wolf Creek.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Ruth Ann Dane
- Account No.: 124111 Invest-Energy Insurance Mutual
- Business Unit: POWER
- Allocation Basis:

This is the remaining money KCPL invested with Energy Insurance Mutual, along with 32 other utilities, to secure the long-term financial integrity of Energy Insurance Mutual. Energy Insurance Mutual provides excess liability insurance for nuclear generating plants.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Gary Zimmerman
- Account No: 124120, 124121 Other Investments-POWER
- Business Unit: POWER
- Allocation Basis:

Other investments – POWER and Other Investments – POWER Ins. Loans represent the cash value and loan value of the Corporate Owned Life Insurance (COLI).

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Gary Zimmerman
- Account No: 124130, 124131 Other Investments-COLI
- Business Unit: HOLDING CO
- Allocation Basis:

Other investments – Coli and Other Investments – COLI Loans are used to process the accounting transactions related to the Corporate Owned Life Insurance (COLI) which are provided by the Newport Group. Included costs are interest expense, projected death benefits, Cash Value Gain/Loss, etc. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Rob Basinger
- Account No.: 128001 Decom Trust Fund-Mo
- Business Unit: POWER
- Allocation Basis:

Trust Fund to be used to decommission Wolf Creek.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Rob Basinger
- Account No.: 128002 Decom Trust Fund-Ks
- Business Unit: POWER
- Allocation Basis:

Trust Fund to be used to decommission Wolf Creek.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Gary Zimmerman
- Account No: 128010 Central States Compact Commission
- Business Unit: POWER
- Allocation Basis:

Central States Compact Commission costs and interest as provided by Wolf Creek Operating Corporation.



## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Rob Basinger
- Account No.: 131000 Cash From CIS
- Business Unit: HOLDING CO
- Allocation Basis:

Cash is used by all Business Units, but is allocated to Support only. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Dennis Miller
- Account No.: 131002 Reclassified Cash
- Business Unit: DELIVERY,POWER,SUBSIDIARY,HOLDING CO
- Allocation Basis

This account does not represent a cash bank account however, it is directly related to the accumulation of all cash bank accounts & temporary cash investments. The offset to 131002 is 232002. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Gary Zimmerman
- Account No: 131003 Bank IV
- Business Unit: POWER
- Allocation Basis:

Wolf Creek cash information provided on a monthly basis and deposited at Bank IV,  
Wichita, KS

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Rob Basinger
- Account No.: 131030 United Missouri Bank-KC
- Business Unit: HOLDING CO
- Allocation Basis:

Cash is used by all Business Units, but is allocated to Support only. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Rob Basinger
- Account No.: 131032 UMB of Carthage P/R
- Business Unit: HOLDING CO
- Allocation Basis:

Cash is used by all Business Units, but is allocated to Support only. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Rob Basinger
- Account No.: 131035 UMB of Morrisville - A/P
- Business Unit: HOLDING CO
- Allocation Basis:

Cash is used by all Business Units, but is allocated to Support only. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Rob Basinger
- Account No.: 131036 Commerce Bank-KC
- Business Unit: HOLDING CO
- Allocation Basis:

Cash is used by all Business Units, but is allocated to Support only. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Rob Basinger
- Account No.: 131037 UMB-Morrisonville Cust. Refund
- Business Unit: HOLDING CO
- Allocation Basis:

Cash is used by all Business Units, but is allocated to Support only. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.



## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Rob Basinger
- Account No.: 131038 UMB-Morrisonville P/R
- Business Unit: HOLDING CO
- Allocation Basis:

Cash is used by all Business Units, but is allocated to Support only. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Rob Basinger
- Account No.: 131042 Bank 21
- Business Unit: HOLDING CO
- Allocation Basis:

Cash is used by all Business Units, but is allocated to Support only. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.

**COST ALLOCATION MANUAL  
FOR MPSC AND KCC**

- Prepared by: Rob Basinger
- Account No.: 131061 Nations Bank
- Business Unit: HOLDING CO
- Allocation Basis:

Cash is used by all Business Units, but is allocated to Support only. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Rob Basinger
- Account No.: 131115 Citizens State Bank
- Business Unit: HOLDING CO
- Allocation Basis:

Cash is used by all Business Units, but is allocated to Support only. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Rob Basinger
- Account No.: 131139 Team Bank, N. A.
- Business Unit: HOLDING CO
- Allocation Basis:

Cash is used by all Business Units, but is allocated to Support only. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Rob Basinger
- Account No.: 131145 UMB Kansas
- Business Unit: HOLDING CO
- Allocation Basis:

Cash is used by all Business Units, but is allocated to Support only. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Rob Basinger
- Account No.: 131154 Kansas State Bank
- Business Unit: HOLDING CO
- Allocation Basis:

Cash is used by all Business Units, but is allocated to Support only. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Rob Basinger
- Account No.: 131206 Citibank
- Business Unit: HOLDING CO
- Allocation Basis:

Cash is used by all Business Units, but is allocated to Support only. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.



## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Rob Basinger
- Account No.: 135001 Wrkg Fnd-Cashiers Fund
- Business Unit: HOLDING CO
- Allocation Basis:

Cash is used by all Business Units, but is allocated to Support only. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Rob Basinger
- Account No.: 135009 Wrkg Fnd-Other-Adv To Emp
- Business Unit: HOLDING CO
- Allocation Basis:

Cash is used by all Business Units, but is allocated to Support only. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.

**COST ALLOCATION MANUAL  
FOR MPSC AND KCC**

- Prepared by: Gary D. Zimmerman
- Account No.: 135020 Working Fund-WCNOC
- Business Unit:: POWER
- Allocation Basis:

POWER Working Fund for the Wolf Creek Power Plant.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Sandra Milton
- Account No: 136001 Temp Cash Inv-Cash Equivnt
- Business Unit: HOLDING CO
- Allocation Basis:

Temp Cash Inv-Cash Equivnt reflects short-term investments held by KCPL when there are excess funds which are in HOLDING CO. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Beth Walther
- Account No: 142001 Accounts Receivable
- Business Unit: DELIVERY
- Allocation Basis:

This account contains all of the receivables from commercial, industrial and residential electric customers.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Beth Walther
- Account No: 142002 Accounts Receivable Clearings
- Business Unit: DELIVERY
- *Allocation Basis:*

This account is used for CIS system transfers. The balance should always be zero.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Beth Walther
- Account No.: 142004 CIS Unposted Payments
- Business Unit: DELIVERY
- Allocation Basis:

Reflects payments from electric customers made through the remittance processor but not be posted to a valid account due to an account error. These payments are held here and are posted when the account is no longer in error or the payment is refunded.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Beth Walther
- Account No.: 142006 Accounts Receivable-Municipalities
- Business Unit: DELIVERY
- Allocation Basis:

Contains the accounts receivable from the sale of electricity to municipality customers.



## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Beth Walther
- Account No.: 142007 Accounts Receivables-Street Lights
- Business Unit: DELIVERY
- Allocation Basis:

Contains the accounts receivable from the sale of electricity to streetlight customers.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Beth Walther
- Account No: 142008 Accounts Receivable-Cash Clearing
- Business Unit: DELIVERY
- Allocation Basis:

This account clears cash received from electric customers by the CIS system on the first day of the month to the day it was actually received. This account should always be zero.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Beth Walther
- Account No: 142009 Accounts Receivable-Insufficient Checks
- Business Unit: DELIVERY
- Allocation Basis:

This account holds amounts returned by the bank for insufficient funds in the electric customer's bank account. These dollars are then applied to the CIS system for the correct electric account and cleared from this general ledger account.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Beth Walther
- Account No: 142011 Accounts Receivable Sale
- Business Unit: DELIVERY
- *Allocation Basis:*

This account is the amount of electric customer accounts receivable sold to the Kansas City Power & Light Receivables Company for further sale to ABN Amro Bank.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Chris Stephens
- Account No.: 143004 Other A/R-Coal Penalties
- Business Unit: POWER
- Allocation Basis:

Other A/R-Coal Penalties includes BTU quality adjustments related to coal received at KCPL Generation Stations. These items are directly related to the cost of coal burned in generation and need to be reported in the same business unit as coal inventories and burn. The balance should always be zero.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Bob Loft
- Account No: 143012 Misc Employee
- Business Unit: DELIVERY,POWER,HOLDING CO
- Allocation Basis:

Amounts owed to KCPL by employees for overpayments The receivables in Suppt are allocated to DELIVERY & POWER using the labor allocator.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Ray West
- Account No.: 143014 A/R KGE-LaCygne Construction – Billed
- Business Unit: POWER
- Allocation Basis:

A/R KGE-LaCygne Construction – Billed includes Western Resources' share of replacements and betterments at La Cygne Station which have been billed.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Bob Loft
- Account No: 143018 A/R Educational Assistance
- Business Unit: HOLDING CO
- Allocation Basis:

Amounts owed to KCPL by employees for tuition advances. The receivables in HOLDING CO are allocated to DELIVERY & POWER using the labor allocator.



## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Tom Boyd
- Account No.: 143023 through 143025 A/R-Materials and Supplies
- Business Unit: DELIVERY, POWER
- Allocation Basis:

Materials and Supplies returned to vendor, sold to customer, or loaned to another utility.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Bob Loft
- Account No: 143028 A/R Dfd Mdse – PR deduct
- Business Unit: DELIVERY,POWER,SUBSIDIARY,HOLDING CO
- Allocation Basis:

Amount owed by KCPL by employees for merchandise, computer, and HVAC loans. The receivables in HOLDING CO are allocated to DELIVERY & POWER using the labor allocator.

**COST ALLOCATION MANUAL  
FOR MPSC AND KCC**

- Prepared by: Rob Basinger
- Account No.: 143029 A/R Dfd Mdse Sale-Other
- Business Unit: HOLDING CO
- Allocation Basis:

This is an employee benefit. The immaterial amount is assigned to HOLDING CO and allocated to DELIVERY & POWER using the labor allocator.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Bob Loft
- Account No: 143030 A/R Employee Relocation Advance
- Business Unit: HOLDING CO
- Allocation Basis:

Amount owed by KCPL by employees for advances for relocation due to job location. The receivables in HOLDING CO are allocated to DELIVERY & POWER using the labor allocator.

**COST ALLOCATION MANUAL  
FOR MPSC AND KCC**

- Prepared by: Bob Loft
- Account No: 143032 A/R Travel
- Business Unit: HOLDING CO
- Allocation Basis:

Amounts paid by KCPL for travel and entertainment to be reclassified as appropriate. The receivables in HOLDING CO are allocated to DELIVERY & POWER using the labor allocator.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Bob Loft
- Account No: 143035 A/R Dependent Care
- Business Unit: HOLDING CO
- Allocation Basis:

Amount owed to KCPL by employees for dependent care plan expenses. The receivables in HOLDING CO are allocated to DELIVERY & POWER using the labor allocator.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Rob Basinger
- Account No.: 143100 A/R Miscellaneous
- Business Unit: DELIVERY, POWER, HOLDING CO
- Allocation Basis:

The Business Unit is determined at the time of billing based on what is being billed. The assets are allocated from HOLDING CO to DELIVERY & POWER using the labor allocator.

**COST ALLOCATION MANUAL  
FOR MPSC AND KCC**

- Prepared by: Gary Zimmerman
- Account No: 143101 A/R Bulk Power Sales
- Business Unit: DELIVERY, POWER
- Allocation Basis:

Receivable account for "Transmission" and "Power Marketing" sales through Interchange activity.



## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Phil Gornetzki
- Account No: 143106 Damage Claims Billed
- Business Unit: DELIVERY
- Allocation Basis:

Damage claims billed.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Suad Egal
- Account No: 143107 – 143109, 232107 Non Utility -A/R & A/P
- Business Unit: DELIVERY
- Allocation Basis:

### **143107- A/R GERS**

Includes activities related to marketing projects accounts receivables. These activities are directly related to the non-regulated projects that are owned by the Marketing group. Consequently, the activities are reported directly to the same operating division as the project owner, which is DISCO.

### **143108- Other A/R- Unbilled Energy Svcs**

Includes activities related to custom lighting services accounts receivables. These activities are directly related to the non-regulated custom lighting projects that are owned by the Marketing group. Consequently, the activities are reported directly to the same operating division as the project owner, which is DISCO.

### **143109 – Other A/R-Natural Gas**

Includes activities related to natural gas commodities accounts receivables. These activities are directly related to the natural gas projects that are owned by the Marketing group. Consequently, the activities are reported directly to the same operating division as the project owner, which is DISCO.

### **232107 – Marketing Projects A/P**

Includes activities related to marketing projects accounts payables. These activities are directly related to the non-regulated projects that are owned by the Marketing group. Consequently, the activities are reported directly to the same operating division as the project owner, which is DISCO.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Ray West
- Account No.: 143200 A/R KGE-LaCygne Operation
- Business Unit: POWER
- Allocation Basis:

A/R KGE-LaCygne Operation – includes Western Resources' share of La Cygne Station operations and maintenance expenses and fuel costs which have already been billed.

**COST ALLOCATION MANUAL  
FOR MPSC AND KCC**

- Prepared by: Ray West
- Account No.: 143201 A/R KGE-LaCygne Operation-Unbilled Item
- Business Unit: POWER
- Allocation Basis:

A/R KGE-LaCygne Operation-Unbilled Item – includes Western Resources' share of La Cygne Station operations and maintenance expenses and fuel costs which have not been billed.

**COST ALLOCATION MANUAL  
FOR MPSC AND KCC**

- Prepared by: Gary Zimmerman
- Account No: 143203 A/R KGE-POWER Oper-Billed
- Business Unit: POWER
- Allocation Basis:

Receivable account for miscellaneous sale of materials at Wolf Creek to outside vendors.

**COST ALLOCATION MANUAL  
FOR MPSC AND KCC**

- Prepared by: Ray West
- Account No.: 143207 A/R KGE-LaCygne Construction – Billed
- Business Unit: POWER
- Allocation Basis:

A/R KGE-LaCygne Construction – Billed includes Western Resources' share of replacements and betterments at La Cygne Station which have not been billed.

**COST ALLOCATION MANUAL  
FOR MPSC AND KCC**

- Prepared by: Gary Zimmerman
- Account No: 143222 KCPL's Share Misc POWER Receivable
- Business Unit: POWER
- Allocation Basis:

KCP&L's share of miscellaneous receivables from Wolf Creek. Loaned employees to other plants; tuition loans and anticipated sales and excess tax refunds.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Dennis Miller
- Account No.: 143300-143301, 143307-143400, 143401-143407 A/R-Iatan
- Business Unit: POWER
- Allocation Basis:

These receivables are due from Iatan Station Generating partners SJLP & EDE—therefore these accounts are classified as GENCO operating division.



## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Beth Walther
- Account No: 144001 Uncollectible Accounts
- Business Unit: DELIVERY
- Allocation Basis:

This account is the debt reserve for uncollectible electric customer accounts.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Ruth Ann Dane
- Account No.: 146101 Due To/From POWER  
146102 Due To/From PWMRK  
146103 Due To/From TRNCO  
146104 Due To/From DISCO  
146105 Due To/From MRKTG  
146106 Due To/From SUPPT  
146107 Due To/From POWER
- Business Unit: DELIVERY,POWER,HOLDING CO
- Allocation Basis:

The activity is created whenever a transaction takes place between one operating division and another. Consequently, as we have made journal entries to move amounts from one operating division to another, these account balances have grown substantially. They all net to zero as they should.

Currently, these accounts are eliminated on the allocated balance sheet assets as well as the associated allocated retained earnings that rolled forward at the end of 1999.

Retained earnings are recalculated after manual "off books" allocations are completed.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Tom Boyd
- Account No.: 146201 through 146207 Due To/From KLT
- Business Unit: HOLDING CO
- Allocation Basis:

Reimbursement for KCP&L services requested by KLT subsidiaries.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Steve Connelly
- Account No.: 146301 Due To/From Home Services Solutions
- Business Unit: DELIVERY,POWER,SUBSIDIARY
- Allocation Basis:

146301 Due To/From Home Service Solutions is a direct bill account and reflects the intercompany balance between KCPL and HSS. DELIVERY is the business unit designated for nonregulated activity.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Steve Connelly
- Account No.: 146302 Due To/From Worry Free Service
- Business Unit: DELIVERY,SUBSIDIARY
- Allocation Basis:

146302 Due To/From Worry Free Service is a direct bill account and reflects the intercompany balance between KCPL and WFINC. DELIVERY is the business unit designated for nonregulated activity.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Ruth Ann Dane
- Account No.: 146315 Due To/From KCPL\_KLT Iatan Inc.
- Business Unit: HOLDING CO
- Allocation Basis:  
KLT Iatan, Inc. was determined to belong to POWER since it is the preliminary work for Iatan II that POWER would be responsible for building. This account is in the HOLDING CO business unit and can not be moved to the POWER by direct assignment since it is a due to/due from account. The Deptid is 001 and is the result of people in HOLDING CO business units charging labor to a project that is owned by POWER and is picked up in the direct billing process. This account also has a journal for property tax expense.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Chris Stephens
- Account No.: 151100 - 151105 Fuel-Coal
- Business Unit: POWER
- Allocation Basis:

Fuel-Coal includes the cost of coal purchased and held in inventory for consumption at generation stations. Accounts 151102 – 151105 includes operating partners' share of coal inventory. Since coal inventory is maintained for generation of electricity, it will be reported in the GENCO operating division.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Chris Stephens
- Account No.: 151300 - 151303 Fuel Oil
- Business Unit: POWER
- Allocation Basis:

Fuel Oil includes the cost of oil purchased and held in inventory for consumption at generation stations. Accounts 151301 – 151303 includes operating partners' share of oil inventory and account 151300 Fuel Oil includes amounts at WCNO. Since oil inventory is maintained for generation of electricity, it is reported in the GENCO and WCNO operating divisions.



## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Chris Stephens
- Account No.: 151400 - 151403 Fuel-Coal in Transit
- Business Unit: POWER
- Allocation Basis:

Fuel-Coal in Transit includes the cost of coal shipped from coal vendors but not yet received at generation stations. This coal will be received into inventory at the time of unloading at the generation station and will be included with coal inventory in the GENCO operating division. Accounts 151401 – 151403 consists of operating partners' share of this coal in transit and is also included in the GENCO operating division.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Chris Stephens
- Account No.: 151501 Fuel-Delivering Pipeline
- Business Unit: POWER
- Allocation Basis:

Fuel-Delivering Pipeline includes the cost of Natural Gas held as fuel inventory for Gas Combustion Turbine generating units. This fuel will be used in generation, and will be reported in the GENCO operating division.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Chris Stephens
- Account No.: 151502 Fuel-Propane
- Business Unit: POWER
- Allocation Basis:

Fuel-Propane includes the cost of Propane held as fuel inventory at generation stations. This fuel will be used in generation, and will be reported in the GENCO operating division.

## **COST ALLOCATION MANUAL FOR MPSC AND KCC**

- Prepared by: Chris Stephens
- Account No.: 151503 Fuel-Imbalance Pipeline
- Business Unit: DELIVERY
- Allocation Basis:

Fuel-Imbalance Pipeline includes the cost of gas purchased by the Gas Commodities department for resale to gas commodities customers. The resale of this gas to customers is reported in the DISCO operating division as well as the gas purchased for resale.