

**STATE OF MISSOURI
PUBLIC SERVICE COMMISSION**

At a session of the Public Service
Commission held at its office in
Jefferson City on the 15th day of
August, 2012.

In the Matter of the Application of Kansas City)
Power & Light Company to Transfer Certain)
Assets to KCP&L Greater Missouri Operations)
Company)

File No. EO-2012-0479

**ORDER GRANTING APPLICATION
FOR TRANSFER OF ASSETS**

Issue Date: August 15, 2012

Effective Date: August 25, 2012

The Application

On June 29, 2012 Kansas City Power & Light Company and KCP&L Greater Missouri Operations Company filed an application to transfer, at cost, certain electric transmission facilities from the former to the latter. Both companies are electric corporations under the Commission's jurisdiction. The specific property is transmission facilities between KCP&L's Nashua substation, in Clay County near Smithville, and GMO's Alabama substation, in St. Joseph. The Applicants state:

The transfer is needed to facilitate the construction of a new regionally-funded transmission project required by the Southwest Power Pool, Inc. to relieve transmission congestion in the SPP region and to increase the ability to move low cost generation within the region.

They further state that the transfer will better align facilities with customers primarily benefiting from those facilities and will have no impact on KCP&L customers. In order to keep the current construction date of June 2015, the Applicants requested that this application be approved no later than August 10, 2012. However, after discussions with

the Staff of the Commission, the company agreed that an order placed on the Commission's August 15th Agenda would not hamper the company's efforts.

The Staff Recommendation

Staff filed its recommendation on August 8, 2012. Staff states that the Applicants filed all of the information required by Commission rule 4 CSR 240-3.110 and, in light of Section 393.190.1, RSMo, there is no evidence that the proposed transfer of assets would be detrimental to the public interest. Staff also recommends that the Commission specifically state that it is making no ratemaking determination by approving this application.

Staff informs the Commission that in response to a Staff data request, the Applicants informed Staff that after a year of listening to and evaluating customer concerns, there was a strong preference for using existing lines. As a result, the Alabama- Nashua line was identified and the Applicants now seek Commission approval to transfer the line from KCP&L to GMO.

Discussion

Section 393.190.1 requires that electric corporations secure authorization from this Commission prior to transferring any property necessary or useful in the performance of its duties to the public. Upon review of verified pleadings, the Commission finds that the Applicants have requested authority to transfer assets as required under Section 393.190(1). The Applicants have submitted all information required by Commission rule 4 CSR 240-3.110 and there is no evidence to suggest that the Commission's approval of the application would be a detriment to the public interest. The Commission will

therefore grant the requested authority. Finally, in granting this authority, the Commission is making no determination as to ratemaking.

THE COMMISSION ORDERS THAT:

1. The application filed by Kansas City Power & Light Company and KCP&L Greater Missouri Operations Company requesting Commission authority to transfer certain assets from the former to the latter is granted.
2. This order shall become effective on August 25, 2012.
3. This case shall be closed on August 26, 2012.

BY THE COMMISSION



Steven C. Reed
Secretary

(S E A L)

Gunn, Chm., Jarrett, Kenney,
and Stoll, CC., concur.

Jones, Senior Regulatory Law Judge