## 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 November, 2012.

In the Matter of KCP&L Greater Missouri Operations	)
Company's Application for Approval of Demand-	)
Side Programs and for Authority to Establish a	) File No. EO-2012-0009
Demand-Side Programs Investment Mechanism	)

## ORDER APPROVING NON-UNANIMOUS STIPULATION AND AGREEMENT RESOLVING KCP&L GREATER MISSOURI OPERATIONS COMPANY'S MEEIA FILING

Issue Date: November 15, 2012 Effective Date: November 25, 2012

This order approves a stipulation and agreement among the parties regarding KCP&L Greater Missouri Operations Company d/b/a GMO's application filed under the Missouri Energy Efficiency Investment Act (MEEIA).

MEEIA is designed to encourage Missouri's investor-owned electric utilities to wholeheartedly offer energy efficiency programs and projects designed to reduce the amount of electricity used by the utility's customers. The law recognizes that under traditional regulation, a utility has a strong financial incentive to sell as much electricity to its customers as possible because more sales result in greater profits. MEEIA creates an opportunity to change that financial incentive to better align the utility's financial interest with the public interest in encouraging the efficient use of energy.

On December 22, 2011, as it was allowed to do under MEEIA, GMO filed an application asking the Commission to approve certain energy efficiency and other demand-side programs described in a MEEIA Report attached to the application. GMO

also asked the Commission to approve a Demand-Side Investment Mechanism (DSIM), intended to allow the company to more efficiently recover the costs of those programs and to mitigate the throughput disincentive that would otherwise discourage the company's investment in energy efficiency.

GMO's MEEIA application was of great interest to various stakeholders, and the Commission allowed the following parties to intervene: The Missouri Department of Natural Resources; Sierra Club, Earth Island Institute d/b/a Renew Missouri, and the Natural Resources Defense Council; the Missouri Industrial Energy Consumers; Wal-Mart Stores East, L.P. and Sam's East, Inc.; Southern Union Company d/b/a Missouri Gas Energy; Union Electric Company d/b/a Ameren Missouri; AG Processing, Inc., and Sedalia Industrial Energy Users' Association.

On October 29, 2012, the Commission's Staff; the Office of the Public Counsel; the Missouri Department of Natural Resources; the Natural Resources Defense Council, Sierra Club, and Earth Island Institute d/b/a Renew Missouri; the Missouri Industrial Energy Consumers; and Wal-Mart Stores East, L.P. and Sam's East, Inc. filed what they described as a Non-Unanimous Stipulation and Agreement Resolving GMO's Missouri's MEEIA Filing. MGE, Ameren Missouri, AG Processing and SIEUA did not sign the stipulation and agreement, but they did not object within seven days of its filing. Therefore, pursuant to Commission Rule 4 CSR 240-2.115, the Commission will treat the stipulation and agreement as unanimous.

The stipulation and agreement asks the Commission to approve GMO's three-year demand-side program plan. That plan consists of the fifteen demand-side programs described in GMO's MEEIA Report, and the demand-side programs

investment mechanism (DSIM) described in the MEEIA Report, as modified by the stipulation and agreement.

Having considered GMO's MEEIA Application and Report and the stipulation and agreement, the Commission determines that the stipulation and agreement should be approved. Noting that the signatories agree that the exemplar tariffs filed contemporaneously with the stipulation and agreement should be filed as compliance tariffs in GMO's most recent rate case, File No. ER-2012-0175, the Commission will reject the pending tariff sheets in this case.

Because there is no remaining controversy among the parties and because this order needs to take effect promptly, the Commission will make this order effective in ten days.

## THE COMMISSION ORDERS THAT:

- 1. The Non-Unanimous Stipulation and Agreement Resolving KCP&L Greater Missouri Operations Company's MEEIA Filing is approved.
- 2. The signatories to the stipulations and agreements shall comply with the terms of the stipulations and agreements.
- 3. The stipulation and agreement is incorporated into this order as Attachment A.
- 4. The following tariff sheets filed by KCP&L Greater Missouri Operations Company on December 22, 2011, and assigned Tariff File No. YE-2012-0298, are rejected:

P.S.C. MO No. 1

Original Sheet No. R-62.21

Original Sheet No. R-62.22

Original Sheet No. R-62.23

Original Sheet No. R-62.24

Original Sheet No. R-62.25 Original Sheet No. R-62.26 Original Sheet No. R-62.27 Original Sheet No. R-62.28 Original Sheet No. R-62.29 Original Sheet No. R-62.30 Original Sheet No. R-62.31 Original Sheet No. R-62.32 Original Sheet No. R-62.33 Original Sheet No. R-62.34 Original Sheet No. R-62.35 Original Sheet No. R-62.36 Original Sheet No. R-62.37 Original Sheet No. R-62.38 Original Sheet No. R-62,39 Original Sheet No. R-62.40 Original Sheet No. R-62.41 Original Sheet No. R-62.42 Original Sheet No. R-62.43 Original Sheet No. R-62.44 Original Sheet No. R-62.45 Original Sheet No. R-62.46 Original Sheet No. R-62.47 Original Sheet No. R-62.48 Original Sheet No. R-62.49 Original Sheet No. R-64.06 Original Sheet No. R-64.07 Original Sheet No. R-64.08 Original Sheet No. R-64.09 Original Sheet No. R-64.10 Original Sheet No. R-68.1 Original Sheet No. 134 Original Sheet No. 135 Original Sheet No. 136 Original Sheet No. 137 Original Sheet No. 138 Original Sheet No. 139 Original Sheet No. 140 Original Sheet No. 141 Original Sheet No. 142 Original Sheet No. 143

4<sup>th</sup> Revised Sheet No. R-62.01, canceling 3<sup>rd</sup> Revised Sheet No. R-62.01
1<sup>st</sup> Revised Sheet No. R-62.01.1, canceling Original Sheet No. R-62.01.1
1<sup>st</sup> Revised Sheet No. R-62.02, canceling Original Sheet No. R-62.02
2<sup>nd</sup> Revised Sheet No. R-62.03, canceling 1<sup>st</sup> Revised Sheet No. R-62.03
2<sup>nd</sup> Revised Sheet No. R-62.04, canceling 1<sup>st</sup> Revised Sheet No. R-62.04
1<sup>st</sup> Revised Sheet No. 62.05, canceling Original Sheet No. R-62.05
1<sup>st</sup> Revised Sheet No. 62.06, canceling Original Sheet No. R-62.06

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1<sup>st</sup> Revised Sheet No. 62.07, canceling Original Sheet No. R-62.07
 1st Revised Sheet No. 62.08, canceling Original Sheet No. R-62.08
 1st Revised Sheet No. 62.09, canceling Original Sheet No. R-62.09
1st Revised Sheet No. 62.10, canceling Original Sheet No. R-62.10
 1<sup>st</sup> Revised Sheet No. 62.11, canceling Original Sheet No. R-62.11
 1st Revised Sheet No. 62.12, canceling Original Sheet No. R-62.12
 1<sup>st</sup> Revised Sheet No. 62.13, canceling Original Sheet No. R-62.13
 1<sup>st</sup> Revised Sheet No. 62.14, canceling Original Sheet No. R-62.14
2<sup>nd</sup> Revised Sheet No. 64.01, canceling 1<sup>st</sup> Revised Sheet No. 64.01
2<sup>nd</sup> Revised Sheet No. 64.02, canceling 1<sup>st</sup> Revised Sheet No. 64.02
2<sup>nd</sup> Revised Sheet No. 64.03, canceling 1<sup>st</sup> Revised Sheet No. 64.03
2<sup>nd</sup> Revised Sheet No. 64.04, canceling 1<sup>st</sup> Revised Sheet No. 64.04
2<sup>nd</sup> Revised Sheet No. 64.05, canceling 1<sup>st</sup> Revised Sheet No. 64.05
 4<sup>th</sup> Revised Sheet No. R-68, canceling 3<sup>rd</sup> Revised Sheet No. R-68
   5<sup>th</sup> Revised Sheet No. 18, canceling 4<sup>th</sup> Revised Sheet No. 18
   5<sup>th</sup> Revised Sheet No. 19, canceling 4<sup>th</sup> Revised Sheet No. 19
   5<sup>th</sup> Revised Sheet No. 21, canceling 4<sup>th</sup> Revised Sheet No. 21
   5<sup>th</sup> Revised Sheet No. 22, canceling 4<sup>th</sup> Revised Sheet No. 22
   5<sup>th</sup> Revised Sheet No. 23, canceling 4<sup>th</sup> Revised Sheet No. 23
   5<sup>th</sup> Revised Sheet No. 24, canceling 4<sup>th</sup> Revised Sheet No. 24
   5<sup>th</sup> Revised Sheet No. 25, canceling 4<sup>th</sup> Revised Sheet No. 25
   5<sup>th</sup> Revised Sheet No. 28, canceling 4<sup>th</sup> Revised Sheet No. 28
   3<sup>rd</sup> Revised Sheet No. 30, canceling 2<sup>nd</sup> Revised Sheet No. 30
   3<sup>rd</sup> Revised Sheet No. 33, canceling 2<sup>nd</sup> Revised Sheet No. 33
   2<sup>nd</sup> Revised Sheet No. 36, canceling 1<sup>st</sup> Revised Sheet No. 36
   5<sup>th</sup> Revised Sheet No. 52, canceling 4<sup>th</sup> Revised Sheet No. 52
   3<sup>rd</sup> Revised Sheet No. 55, canceling 2<sup>nd</sup> Revised Sheet No. 55
   2<sup>nd</sup> Revised Sheet No. 58, canceling 1<sup>st</sup> Revised Sheet No. 58
   5<sup>th</sup> Revised Sheet No. 61, canceling 4<sup>th</sup> Revised Sheet No. 61
   5<sup>th</sup> Revised Sheet No. 66, canceling 4<sup>th</sup> Revised Sheet No. 66
   2<sup>nd</sup> Revised Sheet No. 69, canceling 1<sup>st</sup> Revised Sheet No. 69
   5<sup>th</sup> Revised Sheet No. 71, canceling 4<sup>th</sup> Revised Sheet No. 71
      1<sup>st</sup> Revised Sheet No. 77, canceling Original Sheet No. 77
   2<sup>nd</sup> Revised Sheet No. 82, canceling 1<sup>st</sup> Revised Sheet No. 82
    1st Revised Sheet No. 128, canceling Original Sheet No. 128
     1st Revised Sheet No. 129 canceling Original Sheet No. 129
     1<sup>st</sup> Revised Sheet No. 130, canceling Original Sheet No. 130
    1<sup>st</sup> Revised Sheet No. 131, canceling Original Sheet No. 131
    1st Revised Sheet No. 132, canceling Original Sheet No. 132
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- 5. This order shall become effective on November 25, 2012.
- 6. This file shall be closed on November 26, 2012.

BY THE COMMISSION

Steven C. Reed Secretary

(SEAL)

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

Pridgin, Senior Regulatory Law Judge