

**BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF MISSOURI**

In the Matter of the Tariff Filing of Aquila, Inc., to)
Implement a General Rate Increase for Retail)
Electric Service Provided to Customers in its)
Aquila Networks—MPS and Aquila Networks—)
L&P Missouri Service Areas.)

Case No. ER-2007-0004
Tariff No. YE-2007-0001

STAFF’S NOTICE OF CORRECTION TO TESTIMONY

COMES NOW the Staff of the Missouri Public Service Commission (Staff), and notifies the Commission and the parties of a correction to the supplemental direct testimony of Staff witness Steve M. Traxler filed on February 27, 2007, as follows:

1. The following sentence appears on page 2 at lines 1-3 of the supplemental direct testimony of Staff witness Steve M. Traxler filed on February 27, 2007: “After updating the long-term debt rate and capital structure percentages, the Staff’s rate of return recommendation at true-up is 8.09% for MPS and 8.63% for L&P, 2 reflecting a mid-range return on equity of 9.00%.” The “9.00%” appearing at the end of that sentence is erroneous and, instead of being the midpoint of Staff’s range is the low end of that range; 10.25% is the high end. The correct figure for the Staff’s mid-range return on equity is 9.62%.

2. Because return on equity is such a significant issue and to limit confusion this error may have caused, the Staff deemed it prudent to file this notice. The Staff apologizes for any confusion this error may have caused.

WHEREFORE the Staff notifies the Commission and parties now of the error in the supplemental direct testimony of Staff witness Steve M. Traxler as set forth above.

Respectfully submitted,

/s/ Nathan Williams

Nathan Williams
Deputy General Counsel
Missouri Bar No. 35512

Attorney for the Staff of the
Missouri Public Service Commission
P. O. Box 360
Jefferson City, MO 65102
(573) 751-8702 (Telephone)
(573) 751-9285 (Fax)
nathan.williams@psc.mo.gov

Certificate of Service

I hereby certify that copies of the foregoing have been mailed, hand-delivered, transmitted by facsimile or electronically mailed to all counsel of record this 5th day of March 2007.

/s/ Nathan Williams