

Executive Director Monthly Report - July 7 - August 6, 2010 - Wess Henderson
File Nos. ER-2010-0355 And ER-2010-0356

On July 7, 2010, the Commission issued an Order in File Nos. ER-2010-0355 and ER-2010-0356 titled "Order Regarding Construction And Prudence Audits." In the ordered portion there are fourteen ordered sections. Among the fourteen ordered sections, ordered section number eleven states: "The Commission's Executive Director, Wess Henderson, is assigned primary audit oversight and completion. Mr. Henderson shall file monthly status reports with the Commission."

On Thursday, July 8, 2010, various Commission Staff met by phone with KCPL, OPC and Intervenors in these cases to discuss the proposed procedural schedule in KCPL's File No. ER-2010-0355 and Greater Missouri Operation's File No. ER-2010-0356. The meeting lasted approximately one hour. At the July 6, 2010 prehearing conference in File Nos. ER-2010-0355 and ER-2010-0356, the basis for a unique procedural schedule for the GMO rate case was discussed with there being a need for further discussions to follow.

Also, on Thursday, July 8, 2010, Staff management, which included Natelle Dietrich, Director of Utility Operations, Steve Dottheim, Chief Deputy Staff Counsel, Bob Schallenberg, Director Utility Services and Wess Henderson, Executive Director, met to discuss the Commission's Order issued July, 7, 2010. It was decided that Staff would meet the morning of Friday, July 9, 2010, to begin discussing how the various Staff assignments in the case address, and how to respond to, the various ordered items in the Commission's Order. This Thursday meeting lasted approximately one hour.

Friday, July 9, 2010 - Staff met to discuss internal Staff assignments and times for draft documents to meet the July 14, 2010 and July 17, 2010 filing dates in the Commission's July 7, 2010 Order in both cases. Staff personnel from Operations, Services and Staff Counsel Office were in attendance. It was decided that Bob Schallenberg (Iatan 1 and Iatan 2 audit scope), Cary Featherstone (revenue requirement), and Curt Wells (customer class cost of service / rate design) will be the coordinators for these matters for the July 14 and 17, 2010 filings. Travel to the Iatan site was discussed and any travel to the Iatan site must now be coordinated through Wess Henderson. Traveling Staff must state the purpose of travel, who will be traveling, and the duration of the travel. The meeting lasted approximately one and a half hours.

Wednesday, July 14, 2010 - I met with Steve Dottheim regarding the draft "Motion for Clarification in Response to the Commission's July 7, 2010 Order Regarding Construction and Prudence Audits." Steve said he had incorporated suggested changes to the draft from Natelle Dietrich and would discuss the draft further with Bob Schallenberg. The Motion for Clarification was filed on July 14, 2010.

Thursday, July 15, 2010 - I sent an email to Staff working on the case requesting they complete case assignments and scope of work forms on the G drive. I explained that I wanted the information completed by Friday, July 16, 2010 for filing given the ordered

filing date was Saturday, July 17, 2010. I also asked Staff to provide a definition of an audit for their specific work groups; i.e., auditing, engineering, management audit and financial analysis.

Wednesday, July 14, 2010 - Walt Cecil came to my office regarding Staff Data Request No. 107 in ER-2010-0355 (KCPL) and DR No.105 in ER-2010-0356 (GMO) which were both issued on June 21, 2010, and, according to PSC Rule, responses were due to Walt on Sunday, July 11, 2010. Walt was out of the office on Monday, and didn't check on the status of the DRs. Walt received the two DRs on Thursday, July 15, 2010. I have made it clear to the Staff that I am to be kept apprised of discovery matters, and Walt kept me, as well as others, advised.

Friday, July 16, 2010 - various Commission Staff from SCO, Operations and Services met by phone with KCPL, OPC and Intervenors to discuss the proposed stipulation and agreement in KCPL's File No. ER-2010-0355 and Greater Missouri Operations File No. ER-2010-0356. The meeting lasted for approximately two hours.

Saturday, July 17, 2010 - Staff missed the Saturday, July 17, 2010 filing deadline to file its Iatan 1 and Iatan 2 Audit Scope and List of Staff Personnel Specific Assignments in File Nos. ER-2010-0355 and ER-2010-0356 as directed in the Commission Order July 7, 2010. Bob Schallenberg was in the office working with Steve Dottheim to prepare the filing. Steve Dottheim filed the documents in EFIS on Sunday morning, July 18, 2010.

Sunday, July 18, 2010 - Staff's Audit Personnel and Audit Scope Response to the Commission's July 7, 2010 Order and Staff's Request for Leave to Late-File filed was in ER-2010-0355 and ER-2010-0356.

Monday, July 19, 2010 - Staff's Response to the July 7, 2010 Order Directing Filing of Staff Audit Personnel and Audit Scope is shown as being filed in EFIS as of July 19, 2010.

Tuesday, July 20, 2010 - Staff met internally for approximately one hour to discuss the KCPL Wind Turbines information provided by KCPL. Although there is a separate File No. EO-2010-0353 for the KCPL Wind Turbines matter, there is KCPL testimony on the Wind Turbines in the KCPL rate case ER-2010-0355. KCPL communicated with Staff that the upcoming conference call to discuss procedural schedule for the KCPL and GMO rate cases should also be used to discuss the KCPL Wind Turbines.

Tuesday, July 20, 2010 - Staff met by phone for approximately two hours with representatives from OPC, KCPL and various Intervenors to discuss KCPL's draft proposal for the KCPL Wind Turbines and the draft proposed rate cases procedural schedule stipulation and agreement. There was no resolution to the various issues discussed for the Wind Turbines or for the draft proposed rate cases procedural schedule stipulation and agreement and the parties agreed to meet again by phone on Wednesday, July, 21, 2010 to further discuss issues.

Wednesday, July 21, 2010 - Staff met for approximately one hour by phone with representatives from OPC, KCPL and various Intervenors to discuss KCPL's draft proposal for the KCPL Wind Turbines, and the draft proposed rate cases procedural schedule stipulation and agreement. The parties agreed to continue discussions by phone on Friday, July 23, 2010. KCPL had produced and distributed the first drafts of proposed stipulation and agreements. Staff offered to start producing and distributing the draft documents and commenced to doing so.

Friday, July 23, 2010 - Staff met by phone for approximately one and a half hours with representatives from OPC, KCPL and various Intervenors to discuss the draft stipulation and agreement for the Wind Turbines and the draft proposed procedural schedule stipulation and agreement for the GMO rate case ER-2010-0356. On Thursday afternoon, July 22, 2010, Tim Rush distributed a RFP for construction of the Wind Turbines. Mr. Rush asked the parties to review and comment on the KCPL RFP, which had a closing date of Tuesday, July 27, 2010, 5:00 p.m.

Monday, July 26, 2010 - beginning at 2:00 p.m., Staff met by phone for approximately one hour with representatives from OPC, KCPL and various Intervenors to discuss the draft proposed procedural schedule stipulation and agreement for GMO rate case ER-2010-0356. We also discussed the draft proposed procedural schedule for KCPL rate case ER-2010-0355 and the draft Wind Turbines document sent to the parties by Staff and the Motion for Clarification filed by "Industrial Intervenors."

Tuesday, July 27, 2010 - beginning at 8:30 a.m., Staff met by phone for approximately one hour with representatives from OPC, KCPL and various Intervenors to discuss the draft proposed procedural schedule stipulation and agreements in ER-2010-0355 and ER-2010-0356.

Tuesday, July 27, 2010 - beginning at 1:00 p.m., Staff met by phone for approximately one hour with representatives from OPC, KCPL and various Intervenors to discuss the proposed procedural schedule stipulation and agreements in ER-2010-0355 and ER-2010-0356.

Tuesday, July 27, 2010 - beginning at 4:00 p.m., Staff met by phone for approximately one and a half hours with representatives from OPC, KCPL and various Intervenors to discuss the draft proposed procedural schedule stipulation and agreements in ER-2010-0355 and ER-2010-0356. It was understood by the parties participating that Staff would file a Motion for a One Day Extension of Time to File Proposed Procedural Schedules in ER-2010-0355 and ER-2010-0356. Steve Dottheim was to draft and file the Staff motion.

Wednesday July 28, 2010 - beginning at 11:00 a.m., Staff met by phone for approximately one hour with representatives from OPC, KCPL and various Intervenors to discuss the draft proposed procedural schedule stipulation and agreements in ER-2010-0355 and ER-2010-0356.

Wednesday, July 28, 2010 - beginning 3:30 p.m., Staff met by phone for approximately one hour with representatives from OPC, KCPL and various Intervenors to discuss the draft proposed procedural schedule stipulation and agreements in ER-2010-0355 and ER-2010-0356. Nathan Williams was to attempt to advise the RLJs that the Staff might not be able to make the filings today.

Thursday, July 29, 2010 - Staff filing of Non-Unanimous Stipulation and Agreement, Proposed Procedural Schedule and Request to Late-File Jointly Proposed Procedural Schedule in File Nos. ER-2010-0355 and ER-2010-0356.

Friday, August 6, 2010 - Staff filing of Staff's Construction Audit and Prudence Review of Iatan 1 Environmental Upgrades / Air Quality Control System (AQCS) for Costs Reported as of April, 30, 2010 in File Nos. ER-2010-0355 and ER-2010-0356.

Attached are the lists of Staff attendees at the conference calls noted above, except for July 8, 2010. Steve Dottheim's list of Staff on the July 8, 2010 conference call with KCPL, OPC and various Intervenors indicates Staff included Wess Henderson, Keith Majors, Cary Featherstone, Sarah Kliethermes, Chuck Hyneman, and Steve Dottheim.