

Exhibit No.:  
Issue: Accounting Schedules  
Witness: MoPSC Auditors  
Sponsoring Party: MoPSC Staff  
Case No.: GR-2004-0072  
Date Prepared: January 6, 2004

**MISSOURI PUBLIC SERVICE COMMISSION**

**UTILITY SERVICES DIVISION**

**STAFF ACCOUNTING SCHEDULES**

**FILED<sup>3</sup>**

JUN 21 2004

**AQUILA, INC.**

Missouri Public  
Service Commission

**d/b/a AQUILA NETWORKS-MPS (GAS)  
EASTERN SYSTEM**

**CASE NO. GR-2004-0072**

*Jefferson City, Missouri  
January 2004*

Exhibit No. 60  
Date 3-30-04 Case No. GR-2004-0072  
Reporter KP

Revenue Requirement

Line	(A)	(B)	(C)	(D)
1	Net Orig Cost Rate Base (Sch 2)	\$ 4,801,081	\$ 4,801,081	\$ 4,801,081
2	Rate of Return	8.00%	8.18%	8.35%
3	Net Operating Income Requirement	\$ 384,086	\$ 392,728	\$ 400,890
4	Net Income Available (Sch 9)	\$ (629,889)	\$ (629,889)	\$ (629,889)
5	Additional NOIBT Needed	\$ 1,013,975	\$ 1,022,617	\$ 1,030,779
6	Income Tax Requirement (Sch 11)	\$ 0	\$ 0	\$ 0
7	Required Current Income Tax	\$ 0	\$ 0	\$ 0
8	Test Year Current Income Tax	\$ 0	\$ 0	\$ 0
9	Additional Current Tax Required	\$ 0	\$ 0	\$ 0
10	Required Deferred ITC	\$ 0	\$ 0	\$ 0
11	Test Year Deferred ITC	\$ 0	\$ 0	\$ 0
12	Additional Deferred ITC Required	\$ 0	\$ 0	\$ 0
13	Total Additional Tax Required	\$ 0	\$ 0	\$ 0
14	Gross Revenue Requirement	\$ 1,013,975	\$ 1,022,617	\$ 1,030,779

**AQUILA, INC.**  
**CASE NO. GR-2004-0072**

**Weighted Cost of Capital as of December 31, 2002**  
**For Aquila, Inc. d/b/a Aquila Networks MPS And**  
**Aquila Networks L&P**

Capital Component	Percentage of Capital	Embedded Cost	Weighted Cost of Capital Using Common Equity Return of:		
			8.72%	9.22%	9.72%
Common Stock Equity	35.31%	-----	3.08%	3.26%	3.43%
Long-Term Debt	64.31%	7.633%	4.91%	4.91%	4.91%
Short-Term Debt	0.38%	3.37%	0.01%	0.01%	0.01%
	<u>100.00%</u>		<u>8.00%</u>	<u>8.18%</u>	<u>8.35%</u>

## Aquila Networks-MPS Eastern System

Case: GR-04-072B

12-Months Ended December 31, 2002

## Rate Base

Line Description	Amount
(A)	(B)
1 Total Plant in Service (Sch 3)	\$ 16,229,104
Subtract from Total Plant	
2 Depreciation Reserve (Sch 6)	\$ 11,416,592
3 Net Plant in Service	\$ 4,812,512
Add to Net Plant in Service	
4 Cash Working Capital (Sch 8)	\$ (293,738)
5 Materials and Supplies-Exempt	104,292
6 Prepayments	9,541
7 Stores Gas Eastern	27,107
8 Council Bluffs Meter Shop - Eastern	14,195
9 Gas Inventory	0
10 Prepaid Pension Asset	177,567
11 Unamortized AAO - GO-90-115	0
12 Unamortized AAO - GO-91-359	0
Subtract from Net Plant	
13 Federal Tax Offset ***** %	\$ 0
14 State Tax Offset ***** %	0
15 City Tax Offset 0.0000 %	0
16 Interest Expense Offset 18.8250 %	44,467
17 Customer Advances for Construction	0
18 Customer Deposits	5,928
19 Deferred Income Taxes-Depreciation	0
20 Deferred Inc. Taxes Shared Assets	0
21 Total Rate Base	\$ 4,801,081

## Aquila Networks-MPS Eastern System

Case: GR-04-072B

12-Months Ended December 31, 2002

## Total Plant in Service

Line No	Acct	Description	Total Company	Total Co Adjustment	Alloc Factor	Jurisdictional Adjustment	Adjusted Jurisdictional
	(A)		(B)	(C)	(D)	(E)	(F)
Intangible Plant							
1	301.000	Organization	\$ 169	\$ 0	100.0000	\$ 0 P-1	\$ 169
2		Total	\$ 169	\$ 0		\$ 0	\$ 169
Transmission Plant							
3	365.001	Land	\$ 0	\$ 0	100.0000	\$ 0 P-2	\$ 0
4	365.002	Land Rights & Rights-of-Way	0	0	100.0000	0 P-3	0
5	366.000	Structures and Improvements	0	0	100.0000	0 P-4	0
6	367.000	Mains	0	0	100.0000	0 P-5	0
7	369.000	Measuring and Regulator Equipment	0	0	100.0000	0 P-6	0
8		Total	\$ 0	\$ 0		\$ 0	\$ 0
Distribution Plant							
9	374.000	Land & Land Rights	\$ 0	\$ 0	100.0000	\$ 0 P-7	\$ 0
10	375.000	Structures & Improvements	0	0	100.0000	0 P-8	0
11	376.100	Mains - Metallic	98,869	0	100.0000	0 P-9	98,869
12	376.200	Mains - Nonmetallic	9,430,943	0	100.0000	0 P-10	9,430,943
13	378.000	Meas & Reg Sta Equip - General	16,818	0	100.0000	0 P-11	16,818
14	379.000	Meas & Reg Sta Equip - City Gate	0	0	100.0000	0 P-12	0
15	380.000	Services - Metallic	474,045	0	100.0000	0 P-13	474,045
16	380.200	Services - Nonmetallic	2,330,260	0	100.0000	0 P-14	2,330,260
17	381.000	Meters	256,103	0	100.0000	0 P-15	256,103
18	382.000	Meter Installations	1,931,765	0	100.0000	0 P-16	1,931,765
19	383.000	House Regulators	709,532	0	100.0000	0 P-17	709,532
20	385.000	Indus Meas & Reg Sta Equip	11,881	0	100.0000	0 P-18	11,881
21	385.002	Large Volume Meters	25,502	0	100.0000	0 P-19	25,502
22		Total	\$ 15,285,718	\$ 0		\$ 0	\$ 15,285,718

## Aquila Networks-MPS Eastern System

Case: GR-04-072B

12-Months Ended December 31, 2002

## Total Plant in Service

Line No	Acct	Description	Total Company	Total Co Adjustment	Alloc Factor	Jurisdictional Adjustment	Adjusted Jurisdictional
	(A)		(B)	(C)	(D)	(E)	(F)
Direct Gas General Plant							
23	389.000	Land and Land Rights	\$ 0	\$ 0	100.0000	\$ 0 P-20	\$ 0
24	390.001	Structures & Improvements - Owned	0	0	100.0000	0 P-21	0
25	390.051	Structures & Improvements - Leased	65,023	0	100.0000	0 P-22	65,023
26	391.001	Office Furniture and Equipment	56,182	0	100.0000	0 P-23	56,182
27	391.003	Computer Hardware	89,042	0	100.0000	0 P-24	89,042
28	391.004	Computer Software	0	0	100.0000	0 P-25	0
29	392.050	Transportation Equip Heavy Truck	0	0	100.0000	0 P-26	0
30	392.060	Transportation Equip - Trailers	0	0	100.0000	0 P-27	0
31	393.000	Stores Equipment	0	0	100.0000	0 P-28	0
32	394.000	Tools, Shop & Garage Equip	27,801	0	100.0000	0 P-29	27,801
33	395.000	Laboratory Equipment	21,670	0	100.0000	0 P-30	21,670
34	396.000	Power Operated Equipment-Short Life	0	0	100.0000	0 P-31	0
35	396.080	Power Operated Equip - Long Life	16,133	0	100.0000	0 P-32	16,133
36	397.000	Communications Equipment	30,672	0	100.0000	0 P-33	30,672
37	398.000	Miscellaneous Equipment	10,488	0	100.0000	0 P-34	10,488
38		Total	\$ 317,011	\$ 0		\$ 0	\$ 317,011
Common General Plant							
39	389.000	Land & Land Rights	\$ 1,309	\$ 0	100.0000	\$ 0 P-35	\$ 1,309
40	390.000	Structures & Improvements - Owned	46,860	0	100.0000	0 P-36	46,860
41	390.051	Structures & Improve - Leased	1,078	0	100.0000	0 P-37	1,078
42	391.001	Office Furniture & Equipment	7,996	0	100.0000	0 P-38	7,996
43	391.003	Computer Hardware	3,086	0	100.0000	0 P-39	3,086
44	391.004	Computer Software	10	0	100.0000	0 P-40	10
45	392.003	Transportation Equip-Light Truck	172	0	100.0000	0 P-41	172
46	392.004	Transportation Equip-Med Truck	2,094	0	100.0000	0 P-42	2,094
47	392.005	Transportation Equip-Heavy Truck	7,340	0	100.0000	0 P-43	7,340
48	392.006	Transportation Equip-Trailers	605	0	100.0000	0 P-44	605
49	393.000	Stores Equipment	(704)	0	100.0000	0 P-45	(704)
50	394.000	Tools, Shop & Garage Equipment	1,055	0	100.0000	0 P-46	1,055
51	395.000	Laboratory Equipment	139	0	100.0000	0 P-47	139
52	396.070	Power Operated Equip-Short Life	917	0	100.0000	0 P-48	917
53	396.008	Power Operated Equip-Long Life	205	0	100.0000	0 P-49	205
54	397.000	Communication Equipment	12,427	0	100.0000	0 P-50	12,427
55	398.000	Miscellaneous Equipment	(329)	0	100.0000	0 P-51	(329)
56		Total	\$ 84,260	\$ 0		\$ 0	\$ 84,260

Aquila Networks-MPS Eastern System

Case: GR-04-072B

12-Months Ended December 31, 2002

Total Plant in Service

Line No	Acct	Description	Total Company	Total Co Adjustment	Alloc Factor	Jurisdictional Adjustment	Adjusted Jurisdictional
	(A)		(B)	(C)	(D)	(E)	(F)
UCU Common General Plant							
57	389.000	Land And Land Rights	\$ 1,298	\$ 0	100.0000	\$ 0	P-52 \$ 1,298
58	390.001	Structures & Improves - Own	126,390	0	100.0000	0	P-53 126,390
59	390.051	Structures & Improves - Lease	12,787	0	100.0000	0	P-54 12,787
60	391.001	Office urniture & Equipment	29,965	0	100.0000	0	P-55 29,965
61	391.003	UCU Gen Plt Computer Hardware	36,283	0	100.0000	0	P-56 36,283
62	391.004	UCU gen Plt Computer Software	252,362	0	100.0000	0	P-57 252,362
63	391.005	UCU Gen Plt Computer System Develop	55,571	0	100.0000	0	P-58 55,571
64	392.004	Trans Equip - Med Trucks	55	0	100.0000	0	P-59 55
65	394.000	Tools, Shop and Garage Equip	732	0	100.0000	0	P-60 732
66	395.000	Lab Equipment	157	0	100.0000	0	P-61 157
67	397.000	Communications Equipment	25,143	0	100.0000	0	P-62 25,143
68	398.000	Miscellaneous Equipment	1,203	0	100.0000	0	P-63 1,203
69	Total		\$ 541,946	\$ 0		\$ 0	\$ 541,946
*****							
70	Total Plant In Service		\$ 16,229,104	\$ 0		\$ 0	\$ 16,229,104
*****							

Accounting Schedule: 4

Miller

14:37 01/05/2004

Aquila Networks-MPS Eastern System

Case: GR-04-072B

12-Months Ended December 31, 2002

Adjustments to Total Plant

---

Adj	Total Co	Mo Juris
No Description	Adjustment	Adjustment

---



## Aquila Networks-MPS Eastern System

Case: GR-04-072B

12-Months Ended December 31, 2002

## Depreciation Expense

Line No	Acct	Description	Adjusted Jurisdictional	Depreciation Rate	Depreciation Expense
	(A)		(B)	(C)	(D)
Intangible Plant					
1	301.000	Organization	\$ 169	0.0000	\$ 0
2		Total	\$ 169		\$ 0
Transmission Plant					
3	365.001	Land	\$ 0	0.0000	\$ 0
4	365.002	Land Rights & Rights-of-Way	0	2.7200	0
5	366.000	Structures and Improvements	0	2.2200	0
6	367.000	Mains	0	1.6700	0
7	369.000	Measuring and Regulator Equipment	0	2.2700	0
8		Total	\$ 0		\$ 0
Distribution Plant					
9	374.000	Land & Land Rights	\$ 0	0.0000	\$ 0
10	375.000	Structures & Improvements	0	2.2200	0
11	376.100	Mains - Metallic	98,869	2.2200	2,195
12	376.200	Mains - Nonmetallic	9,430,943	2.2200	209,367
13	378.000	Meas & Reg Sta Equip - General	16,818	2.2700	382
14	379.000	Meas & Reg Sta Equip - City Gate	0	2.2700	0
15	380.000	Services - Metallic	474,045	2.2200	10,524
16	380.200	Services - Nonmetallic	2,330,260	2.2200	51,732
17	381.000	Meters	256,103	2.5000	6,403
18	382.000	Meter Installations	1,931,765	2.5000	48,294
19	383.000	House Regulators	709,532	2.5000	17,738
20	385.000	Indus Meas & Reg Sta Equip	11,881	2.2700	270
21	385.002	Large Volume Meters	25,502	2.2700	579
22		Total	\$ 15,285,718		\$ 347,484

## Aquila Networks-MPS Eastern System

Case: GR-04-072B

12-Months Ended December 31, 2002

## Depreciation Expense

Line No	Acct	Description	Adjusted Jurisdictional	Depreciation Rate	Depreciation Expense
		(A)	(B)	(C)	(D)
Direct Gas General Plant					
23	389.000	Land and Land Rights	\$ 0	0.0000	\$ 0
24	390.001	Structures & Improvements - Owned	0	2.2200	0
25	390.051	Structures & Improvements - Leased	65,023	2.2200	1,444
26	391.001	Office Furniture and Equipment	56,182	4.5500	2,556
27	391.003	Computer Hardware	89,042	14.2900	12,724
28	391.004	Computer Software	0	14.2900	0
29	392.050	Transportation Equip Heavy Truck	0	0.0000	0
30	392.060	Transportation Equip - Trailers	0	0.0000	0
31	393.000	Stores Equipment	0	3.7000	0
32	394.000	Tools, Shop & Garage Equip	27,801	3.7000	1,029
33	395.000	Laboratory Equipment	21,670	3.4500	748
34	396.000	Power Operated Equipment-Short Life	0	0.0000	0
35	396.080	Power Operated Equip - Long Life	16,133	0.0000	0
36	397.000	Communications Equipment	30,672	3.4500	1,058
37	398.000	Miscellaneous Equipment	10,488	4.3500	456
38		Total	\$ 317,011		\$ 20,015
Common General Plant					
39	389.000	Land & Land Rights	\$ 1,309	0.0000	\$ 0
40	390.000	Structures & Improvements - Owned	46,860	2.2200	1,040
41	390.051	Structures & Improve - Leased	1,078	0.0000	0
42	391.001	Office Furniture & Equipment	7,996	4.5500	364
43	391.003	Computer Hardware	3,086	14.2900	441
44	391.004	Computer Software	10	14.2900	1
45	392.003	Transportation Equip-Light Truck	172	0.0000	0
46	392.004	Transportation Equip-Med Truck	2,094	0.0000	0
47	392.005	Transportation Equip-Heavy Truck	7,340	0.0000	0
48	392.006	Transportation Equip-Trailers	605	0.0000	0
49	393.000	Stores Equipment	(704)	0.0000	0
50	394.000	Tools, Shop & Garage Equipment	1,055	3.7000	39
51	395.000	Laboratory Equipment	139	3.4500	5
52	396.070	Power Operated Equip-Short Life	917	0.0000	0
53	396.008	Power Operated Equip-Long Life	205	0.0000	0
54	397.000	Communication Equipment	12,427	3.4500	429
55	398.000	Miscellaneous Equipment	(329)	0.0000	0
56		Total	\$ 84,260		\$ 2,319

Aquila Networks-MPS Eastern System  
 Case: GR-04-072B  
 12-Months Ended December 31, 2002

Depreciation Expense

Line No	Acct	Description	Adjusted Jurisdictional	Depreciation Rate	Depreciation Expense
	(A)		(B)	(C)	(D)
UCU Common General Plant					
57	389.000	Land And Land Rights	\$ 1,298	0.0000	\$ 0
58	390.001	Structures & Improves - Own	126,390	2.2200	2,806
59	390.051	Structures & Improves - Lease	12,787	0.0000	0
60	391.001	Office urniture & Equipment	29,965	4.5500	1,363
61	391.003	UCU Gen Plt Computer Hardware	36,283	14.2900	5,185
62	391.004	UCU gen Plt Computer Software	252,362	14.2900	36,063
63	391.005	UCU Gen Plt Computer System Develop	55,571	14.2900	7,941
64	392.004	Trans Equip - Med Trucks	55	0.0000	0
65	394.000	Tools, Shop and Garage Equip	732	3.7000	27
66	395.000	Lab Equipment	157	3.4500	5
67	397.000	Communications Equipment	25,143	3.4500	867
68	398.000	Miscellaneous Equipment	1,203	4.3500	52
69		Total	\$ 541,946		\$ 54,309

70	Total Depreciation Expense		\$ 16,229,104		\$ 424,127
----	----------------------------	--	---------------	--	------------

Aquila Networks-MPS Eastern System  
 Case: GR-04-072B  
 12-Months Ended December 31, 2002

Depreciation Reserve

Line No	Acct	Description	Total Company	Total Co Adjustment	Alloc Factor	Jurisdictional Adjustment	Adjusted Jurisdictional
	(A)		(B)	(C)	(D)	(E)	(F)
Intangible Plant							
1	301.000	Organization	\$ 11	\$ 0	100.0000	\$ 0 R-1	\$ 11
2		Total	\$ 11	\$ 0		\$ 0	\$ 11
Transmission Plant							
3	365.002	Land Rights & Rights-of-Way	\$ 0	\$ 0	100.0000	\$ 0 R-2	\$ 0
4	366.000	Structures & Improvements	0	0	100.0000	0 R-3	0
5	367.000	Mains	0	0	100.0000	0 R-4	0
6	369.000	Measuring and Regulator Equip	0	0	100.0000	0 R-5	0
7		Total	\$ 0	\$ 0		\$ 0	\$ 0
Distribution Plant							
8	375.000	Structures & Improvements	\$ (9)	\$ 0	100.0000	\$ 0 R-6	\$ (9)
9	376.100	Mains - Metallic	75,935	0	100.0000	0 R-7	75,935
10	396.200	Mains - Nonmetallic	6,939,508	0	100.0000	0 R-8	6,939,508
11	378.000	Meas. & Reg. Sta. Equip. - General	16,398	0	100.0000	0 R-9	16,398
12	379.000	Meas. & Reg. Sta. Equip - City Gate	(45)	0	100.0000	0 R-10	(45)
13	380.100	Services - Metallic	384,424	0	100.0000	0 R-11	384,424
14	380.900	Services - Nonmetallic	1,767,223	0	100.0000	0 R-12	1,767,223
15	381.000	Meters	86,640	0	100.0000	0 R-13	86,640
16	382.000	Meter Installations	1,363,292	0	100.0000	0 R-14	1,363,292
17	383.000	House Regulators	495,709	0	100.0000	0 R-15	495,709
18	385.001	Industr. Meas. & Reg. Sta. Equip.	6,291	0	100.0000	0 R-16	6,291
19	385.002	Indust Meas Large Volume Meters	9,480	0	100.0000	0 R-17	9,480
20		Total	\$ 11,144,846	\$ 0		\$ 0	\$ 11,144,846

## Aquila Networks-MPS Eastern System

Case: GR-04-072B

12-Months Ended December 31, 2002

## Depreciation Reserve

Line No	Acct	Description	Total Company	Total Co Adjustment	Alloc Factor	Jurisdictional Adjustment	Adjusted Jurisdictional
	(A)		(B)	(C)	(D)	(E)	(F)
Direct Gas General Plant							
21	390.001	Structures & Improve - Own	\$ 0	\$ 0	100.0000	0 R-18	\$ 0
22	390.051	Structures & Improve - Lease	65,023	0	100.0000	0 R-19	65,023
23	391.001	Office Furniture Equip	29,639	0	100.0000	0 R-20	29,639
24	391.003	Office Computer Hardware	43,739	0	100.0000	0 R-21	43,739
25	391.004	Office Computer Software	0	0	100.0000	0 R-22	0
26	392.030	Transportation Equip-Light Truck	0	0	100.0000	0 R-23	0
27	392.050	Transportation Equip-Heavy Truck	0	0	100.0000	0 R-24	0
28	392.000	Transportation Equip-Trailers	0	0	100.0000	0 R-25	0
29	393.000	Stores Equipment	0	0	100.0000	0 R-26	0
30	394.000	Tools, Shop and Garage Equip	27,646	0	100.0000	0 R-27	27,646
31	395.000	Laboratory Equipment	7,715	0	100.0000	0 R-28	7,715
32	396.070	Power Oper Equip - Short Life	0	0	100.0000	0 R-29	0
33	396.080	Pwer Oper Equip - Long Life	8,402	0	100.0000	0 R-30	8,402
34	397.000	Communications Equipment	2,278	0	100.0000	0 R-31	2,278
35	398.000	Miscellaneous Equipment	5,499	0	100.0000	0 R-32	5,499
36		Total	\$ 189,941	\$ 0		\$ 0	\$ 189,941
MPS General Common Plant - Total							
37	390.001	Leasehold Improve - Owned	\$ 8,783	\$ 0	100.0000	0 R-33	\$ 8,783
38	390.051	Structures & Improvements	944	0	100.0000	0 R-34	944
39	391.000	Office Furniture & Equipment	5,679	0	100.0000	0 R-35	5,679
40	391.003	Computer Hardware	734	0	100.0000	0 R-36	734
41	391.004	Computer Software	0	0	100.0000	0 R-37	0
42	392.003	Transportation Equip-Light Trucks	(83)	0	100.0000	0 R-38	(83)
43	392.004	Transportation Equip-Med Trucks	2,324	0	100.0000	0 R-39	2,324
44	392.005	Transportation Equip-Heavy Trucks	5,941	0	100.0000	0 R-40	5,941
45	392.006	Transportation Equip-Trailers	561	0	100.0000	0 R-41	561
46	393.000	Stores Equipment	13	0	100.0000	0 R-42	13
47	394.000	Tools, Shop and Garage Equip	807	0	100.0000	0 R-43	807
48	395.000	Laboratory Equipment	45	0	100.0000	0 R-44	45
49	396.070	Power Operated Equipment-Short Life	948	0	100.0000	0 R-45	948
50	396.080	Power Operated Equip-Long Life	(48)	0	100.0000	0 R-46	(48)
51	397.000	Communications Equipment	6,300	0	100.0000	0 R-47	6,300
52	398.000	Miscellaneous Equipment	380	0	100.0000	0 R-60	380
53		Total	\$ 33,328	\$ 0		\$ 0	\$ 33,328

Aquila Networks-MPS Eastern System

Case: GR-04-072B

12-Months Ended December 31, 2002

Depreciation Reserve

Accounting Schedule: 6  
 Miller  
 14:37 01/05/2004

Line	No	Acct	Description	(A)	(B)	(C)	(D)	(E)	(F)
				Total	Company	Total Co	Alloc	Jurisdictional	Adjusted
					Adjustment	Adjustment	Factor	Adjustment	Jurisdictional

54	390.001		UCU Common General Plant - Gas	\$ 7,369	\$	212	100.0000	\$	7,581
55	390.051		Structures & Improve - Lease	5,994		0	100.0000		5,994
56	391.000		Office Furniture & Equipment	3,403		(29)	100.0000		3,374
57	391.003		UCU Gen Plt Computer Hardware	(8,841)		2,762	100.0000		(6,079)
58	391.004		UCU Gen Plt Computer Software	7,887		15,607	100.0000		23,494
59	391.005		UCU Gen Plt Computer Sys Dev	5,046		4,432	100.0000		9,478
60	392.020		Transportation Equip-Cars	(1)		0	100.0000		(1)
61	392.004		Trans Equip - Med Trucks	(22)		1	100.0000		(21)
62	394.000		Tools, Shop & Garage Equip	536		35	100.0000		571
63	395.000		Lab Equipment	11		5	100.0000		16
64	397.000		Communications Equipment	3,378		74	100.0000		3,452
65	398.000		Miscellaneous Equipment	608		(1)	100.0000		607
66			Total	\$ 25,368	\$	23,098		\$	48,466
67			Total Depreciation Reserve	\$ 11,393,494	\$	23,098		\$	11,416,592

1.	UCU Gen Plt Computer Software	R-52	\$	15,607
	.....			
	(Traxler)			
2.	To adjust reserve to writedown the reserve for corporate general plant allocated to the divisions.		\$	2,762
1.	UCU Gen Plt Computer Hardware	R-51	\$	2,762
	.....			
	(Traxler)			
2.	To adjust reserve to writedown the reserve for corporate general plant allocated to the divisions.		\$	(29)
1.	Office Furniture & Equipment	R-50	\$	(29)
	.....			
	(Traxler)			
2.	To adjust reserve to writedown the reserve for corporate general plant allocated to the divisions.		\$	212
1.	Structures & Improve - Lease	R-49		
	.....			
	(Traxler)			
2.	To adjust reserve to writedown the reserve for corporate general plant allocated to the divisions.		\$	212
1.	Structures & Improve - Owned	R-48	\$	212
	.....			

Adj	No Description	Total Co	Mo Juris
	Adjustment	Adjustment	Adjustment

Adjustments to Depreciation Reserve

12-Months Ended December 31, 2002

Case: GR-04-072B

Aquila Networks-MPS Eastern System

Aquila Networks-MPS Eastern System  
 Case: GR-04-072B  
 12-Months Ended December 31, 2002

Adjustments to Depreciation Reserve

Adj No	Description	Total Co Adjustment	Mo Juris Adjustment
-----------	-------------	------------------------	------------------------

2.	To adjust reserve to writedown the reserve for corporate general plant allocated to the divisions. (Traxler)	\$ 15,607	
----	---	-----------	--

\*\*\*\*\*  
 UCU Gen Plt Computer Sys Dev R-53 \$ 4,432  
 \*\*\*\*\*

1.			
2.	To adjust reserve to writedown the reserve for corporate general plant allocated to the divisions. (Traxler)	\$ 4,432	

\*\*\*\*\*  
 Transportation Equip-Cars R-54  
 \*\*\*\*\*

1.			
2.	To adjust reserve to writedown the reserve for corporate general plant allocated to the divisions. (Traxler)	\$ 1	

\*\*\*\*\*  
 Tools, Shop & Garage Equip R-56 \$ 35  
 \*\*\*\*\*

1.			
2.	To adjust reserve to writedown the reserve for corporate general plant allocated to the divisions. (Traxler)	\$ 35	



Aquila Networks-MPS Eastern System  
 Case: GR-04-072B  
 12-Months Ended December 31, 2002  
 Adjustments to Depreciation Reserve

Accounting Schedule: 7  
 Miller  
 14:37 01/05/2004

Adj	No Description	Total Co	Adjustment	No Juris	Adjustment
-----	----------------	----------	------------	----------	------------

Lab Equipment R-57 \$ 5

1. To adjust reserve to writedown the reserve for corporate general plant allocated to the divisions. (Taxler)

Communications Equipment R-58 \$ 74

2. To adjust reserve to writedown the reserve for corporate general plant allocated to the divisions. (Taxler)

Miscellaneous Equipment R-59 \$ (1)

2. To adjust reserve to writedown the reserve for corporate general plant allocated to the divisions. (Taxler)

## Aquila Networks-MPS Eastern System

Case: GR-04-072B

12-Months Ended December 31, 2002

## Cash Working Capital

Line No	Acct Description	Test Year Expenses	Revenue Lag	Expense Lag	Net Lag (C) - (D)	Factor (Col E/365)	CWC Req (B) x (F)
(A)		(B)	(C)	(D)	(E)	(F)	(G)
<b>Operation and Maintenance Expense</b>							
1	Cash Vouchers	\$ 1,123,681	21.5900	44.1400	(22.5500)	(0.061781)	\$ (69,422)
2	Federal Income Taxes Withheld	12,510	21.5900	16.2733	5.3167	0.014566	182
3	State Income Taxes Withheld	2,924	21.5900	18.4940	3.0960	0.008482	25
4	FICA Taxes Withheld - Employee	4,592	21.5900	16.2689	5.3211	0.014578	67
5	Net Payroll	203,715	21.5900	13.3844	8.2056	0.022481	4,580
6	Accrued Vacation	11,807	21.5900	365.0000	(343.4100)	(0.940849)	(11,109)
7	Purchased Gas	2,574,484	21.5900	40.2654	(18.6754)	(0.051165)	(131,723)
8	Purchased Gas Removal	(2,574,484)	0.0000	0.0000	0.0000	0.000000	0
9	Injuries & Damages	42,591	21.5900	388.0000	(366.4100)	(1.003863)	(42,756)
10	Pension Fund Payments	24,326	21.5900	90.0000	(68.4100)	(0.187425)	(4,559)
11	Lease Payments	0	21.5900	67.3200	(45.7300)	(0.125288)	0
12	<b>Total Operation and Maintenance Expense</b>	<b>\$ 1,426,146</b>					<b>\$ (254,715)</b>
<b>Taxes</b>							
13	Advalorem/Property Taxes	\$ 30,039	21.5900	193.0000	(171.4100)	(0.469616)	\$ (14,107)
14	FICA Taxes - Employer's	4,592	21.5900	16.2689	5.3211	0.014578	67
15	Unemployment Taxes (FUTA & SUTA)	131	21.5900	109.3199	(87.7299)	(0.240356)	(31)
16	Corporate Franchise Taxes	0	21.5900	(78.0000)	99.5900	0.272849	0
17	City Franchise Taxes	81,535	21.5900	73.3590	(51.7690)	(0.141833)	(11,564)
18	Sales Taxes and Use Taxes	149,579	4.3800	37.0500	(32.6700)	(0.089507)	(13,388)
19	<b>Total Taxes</b>	<b>\$ 265,876</b>					<b>\$ (39,023)</b>
20	<b>Total Cash Working Capital Req</b>						<b>\$ (293,738)</b>

## Aquila Networks-MPS Eastern System

Case: GR-04-072B

12-Months Ended December 31, 2002

## Income Statement

Line No	Acct	Description	Total Company	Total Co Adjustment	Alloc Factor	Jurisdictional Adjustment	Adjusted Jurisdictional
	(A)		(B)	(C)	(D)	(E)	(F)
Operating Revenues							
1	480.000	Residential Sales	\$ 3,112,998	\$ (2,236,753)	100.0000	\$ 0 S-1	\$ 876,245
2	481.000	Commercial & Industrial Sales	0	(1,250,176)	100.0000	0 S-2	(1,250,176)
3		Sale to Public Authorities	1,629,906	0	100.0000	0 S-82	1,629,906
4	484.000	Interdepartmental Sales	0	0	100.0000	0 S-3	0
5	487.000	Forfeited Discounts	0	0	100.0000	0 S-4	0
6	488.000	Miscellaneous Service Revenues	0	0	100.0000	0 S-5	0
7	489.000	Gas Transportation	101,158	508	100.0000	0 S-6	101,666
8	495.000	Other Revenues	0	0	100.0000	0 S-7	0
9		Provision for Rate Refunds	0	0	100.0000	0 S-83	0
10		Total	\$ 4,844,062	\$ (3,486,421)		\$ 0	\$ 1,357,641
Operation & Maintenance Expense							
11	803.000	Nat Gas Trans Line Purchases	\$ 15,373,141	\$ 0	0.0000	\$ 0 S-8	\$ 0
12	804.000	Natural Gas City Gate Purchases	9,210,747	0	0.0000	0 S-9	0
13	805.000	Other Gas Purchases	(1,495,444)	0	0.0000	0 S-10	0
14	805.100	Purchased Gas Cost Adjustments	4,615,903	0	0.0000	0 S-11	0
15	808.100	Gas Withdrawn From Storage - Debit	1,847,265	0	0.0000	0 S-12	0
16	812.000	Gas Used-Other Utility Oper-Credit	(31,372)	27	0.0000	0 S-13	0
17	813.000	Other Gas Supply Expense	277	0	0.0000	0 S-14	0
18	824.000	Other Gas Storage Expenses	0	0	0.0000	0 S-15	0
19	850.000	Operations Suprv & Engineering	0	0	0.0000	0 S-16	0
20	851.000	System Control & Load Dispatch	25,920	(9)	0.0000	0 S-17	0
21	856.000	Mains Expense	33,986	(7)	0.0000	0 S-18	0
22	859.000	Other Transmission Expenses	24,488	(13)	0.0000	0 S-19	0
23	860.000	Rents - Operations	750	0	0.0000	0 S-20	0
24	863.000	Maintenance of Mains	94,396	(19,554)	0.0000	0 S-21	0
25	865.000	Maint of Meas & Reg Station Equip	77	(36)	0.0000	0 S-22	0
26	870.000	Distr Opererations Suprv & Eng.	280,659	(1,358)	10.9650	0 S-23	30,625
27	871.000	Distribution Load Dispatching	20,201	(22)	10.9650	0 S-24	2,213
28	873.000	Compressor Sta Fuel & Power	0	0	10.9650	0 S-25	0
29	874.000	Mains Services Expenses	458,998	14,101	10.9650	0 S-26	51,875
30	875.000	Meas & Reg Sta Exp - General	60,881	(20)	10.9650	0 S-27	6,673
31	876.000	Meas & REg Sta Exp - Industrial	1,180	0	10.9650	0 S-28	129
32	877.000	Meas & Reg Sta Exp - City Gate	10,637	(4)	10.9650	0 S-29	1,166
33	878.000	Meter & House Regulator Expense	546,440	(173)	10.9650	0 S-30	59,898
34	879.000	Customer Installation Expense	240,391	(77)	10.9650	0 S-31	26,350
35	880.000	Distribution - Other Expenses	910,210	(242,006)	10.9650	0 S-32	73,269
36	881.000	Distribution - Rents	79,658	(99)	10.9650	0 S-33	8,724

## Aquila Networks-MPS Eastern System

Case: GR-04-072B

12-Months Ended December 31, 2002

## Income Statement

Line No	Acct	Description	Total Company	Total Co Adjustment	Alloc Factor	Jurisdictional Adjustment	Adjusted Jurisdictional
(A)		(B)	(C)	(D)	(E)	(F)	
37	885.000	Dist. Maint Suprv & Engineering	31,761	(35)	10.9635	0 S-34	3,478
38	886.000	Maint of Structures & Improvements	5	(2)	0.0000	0 S-35	0
39	887.000	Maintenance of Mains	486,250	(109,975)	10.9650	0 S-36	41,259
40	888.000	Maint of Compressor Sta Equip	0	0	0.0000	0 S-37	0
41	889.000	Maint of Meas & Reg Sta Equip-Gen	41,861	(7,839)	10.9650	0 S-38	3,731
42	890.000	Maint of Meas & Reg Sta Equip-Ind	42,181	(5,415)	10.9650	0 S-39	4,031
43	891.000	Maint of Meas & Reg St Equip-City G	29,528	(7,144)	10.9650	0 S-40	2,454
44	892.000	Maintenance of Services	204,670	(44,639)	10.9650	0 S-41	17,547
45	893.000	Maint of Meters & House Regulators	63,882	(10,093)	10.9650	0 S-42	5,898
46	894.000	Maintenance of Other Equipment	40,172	(48,476)	10.9650	0 S-43	(911)
47	895.000		98,789	(98,789)	0.0000	0 S-44	0
48	901.000	Customer Accounts Supervision	191,225	(19,715)	2.9760	0 S-45	5,104
49	902.000	Cust Accts Meter Reading Exp	2,020,937	(726)	2.0520	0 S-46	41,455
50	903.000	Cust Accts Records & Collection	3,771,979	(195,453)	3.9681	5,180 S-47	147,100
51	904.000	Uncollectible Accounts	3,656,342	64	3.5090	(77,296) S-48	51,007
52	905.000	Miscl Customer Accounts Exp	12	(2)	0.0000	0 S-49	0
53	907.000	Customer Service Supervision	379,989	(4,827)	0.9550	0 S-50	3,583
54	908.000	Customer Assistance Expesne	0	0	0.0000	0 S-51	0
55	909.000	Information & Instruction Ads	318,132	(146,927)	1.4770	0 S-52	2,529
56	910.000	Miscl Customer Accounts & Info Exp	47,011	(1,126)	1.4270	0 S-53	655
57	911.000	Sales & Supervision	51,479	3,228	1.6760	0 S-54	917
58	912.000	Sales Demonstrating & Selling	59,901	(7,058)	0.0000	0 S-55	0
59	913.000	Sales Advertising Expenses	341,015	(193,753)	1.5209	0 S-56	2,240
60	916.000	Miscellaneous Sales Expense	357,896	(10,472)	0.6360	0 S-57	2,210
61	920.000	Admin & General Salaries	9,493,982	(1,310,418)	1.7320	0 S-58	141,739
62	921.000	Office Supplies and Expense	9,621,142	(3,639,429)	1.4530	0 S-59	86,914
63	922.000	Admin Expense Transfer Credit	(1,240,859)	17,582	1.3611	0 S-60	(16,650)
64	922.001	Admin Expense Transfer Credit	(556,877)	92,214	1.3611	0 S-61	(6,325)
65	923.000	Outside Services Employed	3,965,838	(705,884)	1.3950	0 S-62	45,476
66	924.000	Property Insurance	919,216	(16,240)	0.0000	0 S-63	0
67	925.000	Injuries & Damages	2,305,770	1,916,036	3.9109	0 S-64	165,111
68	926.000	Employee Pensions & Benefits	10,936,104	(2,139,950)	1.4281	217,619 S-65	343,237
69	927.000	Franchise Requirements	0	0	0.0000	0 S-66	0
70	928.000	Regulatory Commission Expense	951,593	1,319	2.0020	39,745 S-67	58,822
71	929.000	Duplicate Charges - Credit	(215,339)	0	0.0000	0 S-68	0
72	930.100	General Advertising Expense	0	0	0.0000	0 S-69	0
73	930.200	Miscellaneous General Expenses	785,419	(404,888)	1.4240	0 S-70	5,419
74	931.000	Admin & General Expense	226,349	(1,017)	1.5169	0 S-71	3,418
75	935.000	Admin & General Maint Expense	599,510	(49,138)	0.6860	0 S-72	3,776
76		Total	\$ 82,336,254	\$ (7,398,237)		\$ 185,248	\$ 1,426,146

## Aquila Networks-MPS Eastern System

Case: GR-04-072B

12-Months Ended December 31, 2002

## Income Statement

Line No	Acct	Description	Total Company	Total Co Adjustment	Alloc Factor	Jurisdictional Adjustment	Adjusted Jurisdictional
(A)		(B)	(C)	(D)	(E)	(F)	
Depreciation Expense							
77	403.000	Depreciation Expense	\$ 38,059,183	\$ 0	0.7408	\$ 142,185 S-73	\$ 424,127
78	403.001	Depreciation Expense - Eastern Syst	0	0	0.7408	(199,003) S-84	(199,003)
79		Total	\$ 38,059,183	\$ 0		\$ (56,818)	\$ 225,124
Other Operating Expenses							
80	404.000	Amortization Limited Term Plant	\$ 176,833	\$ 0	0.7408	\$ 0 S-74	\$ 1,310
81	405.000	Amortization of Other Plant	1,637,494	0	0.7408	0 S-75	12,131
82		Cost of Removal/Salvage	0	0	0.7408	3,447 S-76	3,447
83	408.000	Taxes Other Than Income Taxes	13,937,825	(277,634)	0.9204	0 S-77	125,728
84		Total	\$ 15,752,152	\$ (277,634)		\$ 3,447	\$ 142,616
85		Total Operating Expenses	\$ 136,147,589	\$ (7,675,871)		\$ 131,877	\$ 1,793,886
86		Net Income Before Taxes	\$ (131,303,527)	\$ 4,189,450		\$ (131,877)	\$ (436,245)
Current Income Taxes							
87	409.100	Current Income Taxes	\$ 3,151,769	\$ 0	14.9420	\$ (470,937) S-78	\$ 0
88		Total	\$ 3,151,769	\$ 0		\$ (470,937)	\$ 0
Deferred Income Taxes							
89	410.100	Deferred Income Taxes-Utility Oper	\$ 5,084,812	\$ 0	100.0000	\$ (4,887,866) S-79	\$ 196,946
90	411.100	Def Inc Tax Utility Oper Oper-Cred	(8,095,540)	0	100.0000	8,092,238 S-80	(3,302)
91	411.400	Investment Tax Credit	(858,144)	0	100.0000	858,144 S-81	0
92		Total	\$ (3,868,872)	\$ 0		\$ 4,062,516	\$ 193,644
93		Total Income Taxes	\$ (717,103)	\$ 0		\$ 3,591,579	\$ 193,644
94		Net Operating Income	\$ (130,586,424)	\$ 4,189,450		\$ (3,723,456)	\$ (629,889)

Aquila Networks-MPS Eastern System  
 Case: GR-04-072B  
 12-Months Ended December 31, 2002

Adjustments to Income Statement

Adj No	Description	Total Co Adjustment	Mo Juris Adjustment
-----------	-------------	------------------------	------------------------

\*\*\*\*\*  
 Residential Sales S-1 \$ (2,236,753)  
 \*\*\*\*\*

- 1.
2. To decrease residential revenues by removing test year gas costs. (Harris) \$ (2,232,262)
3. To increase residential revenues to reflect normal weather for residential customers. (Harris) \$ 5,609
4. To adjust test year residential revenues to reflect the annualization of customer growth. (Harris) \$ (10,100)

\*\*\*\*\*  
 Commercial & Industrial Sales S-2 \$ (1,250,176)  
 \*\*\*\*\*

1. To decrease commercial revenues by removing test year gas costs. (Harris) \$ (1,271,488)
2. To increase revenues to reflect normal weather for commercial and industrial customers. (Harris) \$ 4,689
3. To adjust test year revenues to reflect the annualization of commercial and industrial customer growth. (Harris) \$ 16,623

\*\*\*\*\*  
 Gas Transportation S-6 \$ 508  
 \*\*\*\*\*

- 1.

Adj	No Description	Total Co	Mo Juris	Adjustment
	2. To increase revenues to reflect normal weather for transportation customers. (Ross)	\$ 508		
	Gas Used-other Utility Oper-Credit S-13	\$ 27		
	1. To adjust test year non-payroll costs to remove cost associated with the corporate financial restructuring. (Hyneman)	\$ 6		
	3. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ 21		
	Other Gas Supply Expense S-14			
	1. To adjust test year expense to reflect the payroll annulization at Sept. 30, 2003. (Eaves)	\$ 2		
	2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$ (2)		
	System Control & Load Dispatch S-17	\$ (9)		
	1. To adjust test year expense to reflect the payroll annulization at Sept. 30, 2003. (Eaves)	\$ 247		
	2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$ (256)		

Adjustments to Income Statement

12-Months Ended December 31, 2002

Case: GR-04-072B

Aquila Networks-MPS Eastern System

Aquila Networks-MPS Eastern System  
 Case: GR-04-072B  
 12-Months Ended December 31, 2002

Adjustments to Income Statement

Adj No Description		Total Co Adjustment	Mo Juris Adjustment
*****			
Mains Expense	S-18	\$	(7)
*****			
1. To adjust test year expense to reflect the payroll annualization at Sept. 30, 2003. (Eaves)		\$	182
2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)		\$	(189)
*****			
Other Transmission Expesne	S-19	\$	(13)
*****			
1. To adjust test year expense to reflect the payroll annualization at Sept. 30, 2003. (Eaves)		\$	40
2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)		\$	(41)
3. To adjust test year non-payroll costs to remove cost associated with the corporate financial restructuring. (Hyneman)		\$	(3)
4. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)		\$	(9)
*****			
Maintenance of Mains	S-21	\$	(19,554)
*****			
1. To adjust test year expense to reflect the payroll annualization at Sept. 30, 2003. (Eaves)		\$	371



Aquila Networks-MPS Eastern System  
 Case: GR-04-072B  
 12-Months Ended December 31, 2002

Adjustments to Income Statement

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$ (384)	
3. To adjust test year expense to annualize transmission maintenance expense excluding payroll. (Preston)	\$ (19,541)	
*****		
Maint of Meas & Reg Station Equip S-22	\$ (36)	
*****		
1. To adjust test year non-payroll costs to remove cost associated with the corporate financial restructuring. (Hyneman)	\$ (3)	
2. To adjust test year expense to annualize transmission maintenance expense excluding payroll. (Preston)	\$ (22)	
3. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ (11)	
*****		
Distr Opererations Suprv & Eng. S-23	\$ (1,358)	
*****		
1. To adjust test year expense to reflect the payroll annualization at Sept. 30, 2003. (Eaves)	\$ 3,249	
2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$ (3,362)	
3. To adjust test year non-payroll costs to remove cost associated with the corporate financial restructuring. (Hyneman)	\$ (276)	

Aquila Networks-MPS Eastern System

Case: GR-04-072B

12-Months Ended December 31, 2002

Adjustments to Income Statement

Adj No	Description	Total Co Adjustment	Mo Juris Adjustment
--------	-------------	---------------------	---------------------

4.	To adjust test year expense to reflect Staff's disallowance of advertising expenses. (Miller)	\$ (38)	
----	--	---------	--

5.	To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ (931)	
----	--	----------	--

\*\*\*\*\*

Distribution Load Dispatching	S-24	\$ (22)	
-------------------------------	------	---------	--

\*\*\*\*\*

1.	To adjust test year expense to reflect the payroll annualization at Sept. 30, 2003. (Eaves)	\$ 194	
----	--	--------	--

2.	To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$ (200)	
----	---	----------	--

3.	To adjust test year non-payroll costs to remove cost associated with the corporate financial restructuring. (Hyneman)	\$ (4)	
----	--	--------	--

4.	To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ (12)	
----	--	---------	--

\*\*\*\*\*

Mains Services Expenses	S-26	\$ 14,101	
-------------------------	------	-----------	--

\*\*\*\*\*

1.	To adjust test year expense to reflect the payroll annualization at Sept. 30, 2003. (Eaves)	\$ 3,955	
----	--	----------	--

2.	To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$ (4,094)	
----	---	------------	--

Adj	No Description	Total Co	Mo Juris	Adjustment
	3. To adjust test year non-payroll costs to remove cost associated with the corporate financial restructuring. (Hyneman)	\$ 3,258		
	4. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ 10,982		
	Meas & Reg Sta Exp - General S-27	\$ (20)		
	1. To adjust test year expense to reflect the payroll annualization at Sept. 30, 2003. (Eaves)	\$ 565		
	2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$ (585)		
	Meas & Reg Sta Exp - Industrial S-28			
	1. To adjust test year expense to reflect the payroll annualization at Sept. 30, 2003. (Eaves)	\$ 7		
	2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$ (7)		
	Meas & Reg Sta Exp - City Gate S-29	\$ (4)		
	1. To adjust test year expense to reflect the payroll annualization at Sept. 30, 2003. (Eaves)	\$ 91		

Adjustments to Income Statement  
 12-Months Ended December 31, 2002  
 Case: GR-04-072B  
 Aquila Networks-MPS Eastern System

Aquila Networks-MPS Eastern System  
 Case: GR-04-072B  
 12-Months Ended December 31, 2002

Adjustments to Income Statement

Adj No	Description	Total Co Adjustment	Mo Juris Adjustment
2.	To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$ (95)	
*****			
	Meter & House Regulator Expense S-30	\$ (173)	
*****			
1.	To adjust test year expense to reflect the payroll annualization at Sept. 30, 2003. (Eaves)	\$ 4,951	
2.	To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$ (5,124)	
*****			
	Customer Installation Expense S-31	\$ (77)	
*****			
1.	To adjust test year expense to reflect the payroll annualization at Sept. 30, 2003. (Eaves)	\$ 2,153	
2.	To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$ (2,229)	
3.	To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ (1)	
*****			
	Distribution - Other Expenses S-32	\$ (242,006)	
*****			
1.	To adjust test year expense to reflect the payroll annualization at Sept. 30, 2003. (Eaves)	\$ 5,686	

Aquila Networks-MPS Eastern System

Case: GR-04-072B

12-Months Ended December 31, 2002

Adjustments to Income Statement

Adj No	Description	Total Co Adjustment	Mo Juris Adjustment
2.	To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$ (5,884)	
3.	To adjust test year non-payroll costs to remove cost associated with the corporate financial restructuring. (Hyneman)	\$ (9,730)	
4.	To remove the State-Based reorganization costs (CS-10) MPS (corrected). (Hyneman)	\$ (199,283)	
5.	To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ (32,795)	
*****			
	Distribution - Rents S-33	\$ (99)	
*****			
1.	To adjust test year non-payroll costs to remove cost associated with the corporate financial restructuring. (Hyneman)	\$ (23)	
2.	To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ (76)	
*****			
	Dist. Maint Suprv & Engineering S-34	\$ (35)	
*****			
1.	To adjust test year expense to reflect the payroll annualization at Sept. 30, 2003. (Eaves)	\$ 426	
2.	To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$ (441)	

Aquila Networks-MPS Eastern System  
 Case: GR-04-072B  
 12-Months Ended December 31, 2002

Adjustments to Income Statement

Adj No	Description	Total Co Adjustment	Mo Juris Adjustment
3.	To adjust test year expense to annualize the distribution maintenance expense, excluding payroll. (Preston)	\$ (20)	
*****			
	Maint of Structures & Improvements S-35	\$ (2)	
*****			
1.	To adjust test year expense to annualize the distribution maintenance expense, excluding payroll. (Preston)	\$ (2)	
*****			
	Maintenance of Mains S-36	\$ (109,975)	
*****			
1.	To adjust test year expense to reflect the payroll annualization at Sept. 30, 2003. (Eaves)	\$ 2,245	
2.	To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$ (2,323)	
3.	To adjust test year non-payroll costs to remove cost associated with the corporate financial restructuring. (Hyneman)	\$ (21)	
4.	To adjust test year expense to annualize the distribution maintenance expense, excluding payroll. (Preston)	\$ (109,804)	
5.	To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ (72)	

## Aquila Networks-MPS Eastern System

Case: GR-04-072B

12-Months Ended December 31, 2002

## Adjustments to Income Statement

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
-----------------------	------------------------	------------------------

Maint of Meas & Reg Sta Equip-Gen	S-38	\$ (7,839)
-----------------------------------	------	------------

- |   |    |         |
|---|----|---------|
| 1. To adjust test year expense to reflect the payroll annualization at Sept. 30, 2003.<br>(Eaves)                           | \$ | 286     |
| 2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring.<br>(Eaves)        | \$ | (296)   |
| 3. To adjust test year non-payroll costs to remove cost associated with the corporate financial restructuring.<br>(Hyneman) | \$ | (169)   |
| 4. To adjust test year expense to annualize the distribution maintenance expense, excluding payroll.<br>(Preston)           | \$ | (7,090) |
| 5. To reflect non-labor corporate costs at August factors<br>(CS-16A).<br>(Hyneman)   | \$ | (570)   |

Maint of Meas & Reg Sta Equip-Ind	S-39	\$ (5,415)
-----------------------------------	------	------------

- |   |    |       |
|---|----|-------|
| 1. To adjust test year expense to reflect the payroll annualization at Sept. 30, 2003.<br>(Eaves)                           | \$ | 379   |
| 2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring.<br>(Eaves)        | \$ | (392) |
| 3. To adjust test year non-payroll costs to remove cost associated with the corporate financial restructuring.<br>(Hyneman) | \$ | (126) |

Aquila Networks-MPS Eastern System  
 Case: GR-04-072B  
 12-Months Ended December 31, 2002

Adjustments to Income Statement

---

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
-----------------------	------------------------	------------------------

---

- |   |    |         |
|---|----|---------|
| 4. To adjust test year expense to annualize the distribution maintenance expense, excluding payroll.<br>(Preston) | \$ | (4,852) |
| 5. To reflect non-labor corporate costs at August factors<br>(CS-16A).<br>(Hyneman)                               | \$ | (424)   |

\*\*\*\*\*

Maint of Meas & Reg St Equip-City G	S-40	\$	(7,144)
-------------------------------------	------	----	---------

\*\*\*\*\*

- |   |    |         |
|---|----|---------|
| 1. To adjust test year expense to reflect the payroll annualization at Sept. 30, 2003.<br>(Eaves)                           | \$ | 121     |
| 2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring.<br>(Eaves)        | \$ | (125)   |
| 3. To adjust test year non-payroll costs to remove cost associated with the corporate financial restructuring.<br>(Hyneman) | \$ | (53)    |
| 4. To adjust test year expense to annualize the distribution maintenance expense, excluding payroll.<br>(Preston)           | \$ | (7,087) |

\*\*\*\*\*

Maintenance of Services	S-41	\$	(44,639)
-------------------------	------	----	----------

\*\*\*\*\*

- |  |    |         |
|--|----|---------|
| 1. To adjust test year expense to reflect the payroll annualization at Sept. 30, 2003.<br>(Eaves)                    | \$ | 1,015   |
| 2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring.<br>(Eaves) | \$ | (1,050) |



## Aquila Networks-MPS Eastern System

Case: GR-04-072B

12-Months Ended December 31, 2002

## Adjustments to Income Statement

Adj No	Description	Total Co Adjustment	Mo Juris Adjustment
3.	To adjust test year expense to annualize the distribution maintenance expense, excluding payroll. (Preston)	\$ (44,426)	
4.	To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ (178)	
*****			
	Maint of Meters & House Regulators	S-42	\$ (10,093)
*****			
1.	To adjust test year expense to reflect the payroll annualization at Sept. 30, 2003. (Eaves)	\$ 557	
2.	To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$ (577)	
3.	To adjust test year non-payroll costs to remove cost associated with the corporate financial restructuring. (Hyneman)	\$ (626)	
4.	To adjust test year expense to annualize the distribution maintenance expense, excluding payroll. (Preston)	\$ (7,338)	
5.	To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ (2,109)	
*****			
	Maintenance of Other Equipment	S-43	\$ (48,476)
*****			
1.	To adjust test year expense to reflect the payroll annualization at Sept. 30, 2003. (Eaves)	\$ 12	

## Aquila Networks-MPS Eastern System

Case: GR-04-072B

12-Months Ended December 31, 2002

## Adjustments to Income Statement

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$ (12)	
3. To adjust test year non-payroll costs to remove cost associated with the corporate financial restructuring. (Hyneman)	\$ (14)	
4. To adjust test year expense to annualize the distribution maintenance expense, excluding payroll. (Preston)	\$ (48,414)	
5. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ (48)	
*****		
S-44	\$ (98,789)	
*****		
1. To eliminate cost charged to an account that does not exist as a gas account. (Williams)	\$ (98,789)	
*****		
Customer Accounts Supervision S-45	\$ (19,715)	
*****		
1. To adjust test year expense to reflect the payroll annualization at Sept. 30, 2003. (Eaves)	\$ 944	
2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$ (977)	
3. To adjust test year non-payroll costs to remove cost associated with the corporate financial restructuring. (Hyneman)	\$ (4,331)	

Aquila Networks-MPS Eastern System  
 Case: GR-04-072B  
 12-Months Ended December 31, 2002

Adjustments to Income Statement

Adj No	Description	Total Co Adjustment	Mo Juris Adjustment
4.	To adjust test year expense to reflect Staff's disallowance of advertising expenses. (Miller)	\$ (752)	
5.	To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ (14,599)	
*****			
	Cust Accts Meter Reading Exp S-46	\$ (726)	
*****			
1.	To adjust test year expense to reflect the payroll annualization at Sept. 30, 2003. (Eaves)	\$ 10,339	
2.	To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$ (10,701)	
3.	To adjust test year non-payroll costs to remove cost associated with the corporate financial restructuring. (Hyneman)	\$ (83)	
4.	To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ (281)	
*****			
	Cust Accts Records & Collection S-47	\$ (195,453)	\$ 5,180
*****			
1.	To adjust test year expense to reflect the payroll annualization at Sept. 30, 2003. (Eaves)	\$ 30,119	
2.	To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$ (31,171)	

Aquila Networks-MPS Eastern System  
 Case: GR-04-072B  
 12-Months Ended December 31, 2002

Adjustments to Income Statement.

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
3. To adjust test year non-payroll costs to remove cost associated with the corporate financial restructuring. (Hyneman)	\$ (51,601)	
4. To adjust test year expense to reflect the inclusion of interest on customer deposits. (Preston)		\$ 296
5. To adjust test year expense to reflect the annualization of postage expense. (Preston)	\$ 31,129	
6. To adjust test year expense to include in the cost of service interest costs associated with the sale of accounts receivables. (Preston)		\$ 4,884
7. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ (173,929)	
*****		
Uncollectible Accounts S-48	\$ 64	\$ (77,296)
*****		
1. To adjust test year non-payroll costs to remove cost associated with the corporate financial restructuring. (Hyneman)	\$ 15	
2. To adjust test year expense to reflect the annualization of Bad Debts expense. (Harris)		\$ (77,296)
3. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ 49	

## Aquila Networks-MPS Eastern System

Case: GR-04-072B

12-Months Ended December 31, 2002

## Adjustments to Income Statement

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
-----------------------	------------------------	------------------------

Misc Customer Accounts Exp	S-49	\$ (2)
----------------------------	------	--------

1. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$	(2)
---	----	-----

Customer Service Supervision	S-50	\$ (4,827)
------------------------------	------	------------

1. To adjust test year expense to reflect the payroll annualization at Sept. 30, 2003. (Eaves)	\$	4,599
--	----	-------

2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$	(4,760)
---	----	---------

3. To adjust test year non-payroll costs to remove cost associated with the corporate financial restructuring. (Hyneman)	\$	(1,068)
--	----	---------

4. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$	(3,598)
---	----	---------

Information & Instruction Ads	S-52	\$ (146,927)
-------------------------------	------	--------------

1. To adjust test year expense to reflect the payroll annualization at Sept. 30, 2003. (Eaves)	\$	736
--	----	-----

2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$	(761)
---	----	-------

Aquila Networks-MPS Eastern System  
 Case: GR-04-072B  
 12-Months Ended December 31, 2002

Adjustments to Income Statement

Adj No	Description	Total Co Adjustment	Mo Juris Adjustment
-----------	-------------	------------------------	------------------------

- |    |  |              |  |
|----|--|--------------|--|
| 3. | To adjust test year non-payroll costs to remove cost associated with the corporate financial restructuring.<br>(Hyneman) | \$ (5,233)   |  |
| 4. | To adjust test year expense to reflect Staff's disallowance of advertising expenses.<br>(Miller)                         | \$ (124,029) |  |
| 5. | To reflect non-labor corporate costs at August factors<br>(CS-16A).<br>(Hyneman)   | \$ (17,640)  |  |

\*\*\*\*\*  
 Misc Customer Accounts & Info Exp                    S-53                    \$            (1,126)  
 \*\*\*\*\*

- |    |  |                     |  |
|----|--|---------------------|--|
| 1. | To adjust test year expense to reflect the payroll annualization at Sept. 30, 2003.<br>(Eaves)                           | \$            548   |  |
| 2. | To adjust test year payroll cost to remove cost associated with the corporate financial restructuring.<br>(Eaves)        | \$            (567) |  |
| 3. | To adjust test year non-payroll costs to remove cost associated with the corporate financial restructuring.<br>(Hyneman) | \$            (253) |  |
| 4. | To reflect non-labor corporate costs at August factors<br>(CS-16A).<br>(Hyneman)   | \$            (854) |  |

\*\*\*\*\*  
 Sales & Supervision                                    S-54                    \$            3,228  
 \*\*\*\*\*

- |    |  |                   |  |
|----|--|-------------------|--|
| 1. | To adjust test year expense to reflect the payroll annualization at Sept. 30, 2003.<br>(Eaves) | \$            835 |  |
|----|--|-------------------|--|



Aquila Networks-MPS Eastern System  
 Case: GR-04-072B  
 12-Months Ended December 31, 2002

Adjustments to Income Statement

Adj No	Description	Total Co Adjustment	Mo Juris Adjustment
2.	To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$ (66)	
3.	To adjust test year non-payroll costs to remove cost associated with the corporate financial restructuring. (Hyneman)	\$ 20,948	
4.	To adjust test year expense to reflect Staff's disallowance of advertising expenses. (Miller)	\$ (285,306)	
5.	To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ 70,607	
*****			
	Miscellaneous Sales Expense S-57	\$ (10,472)	
*****			
1.	To adjust test year expense to reflect the payroll annualization at Sept. 30, 2003. (Eaves)	\$ 3,252	
2.	To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$ (3,366)	
3.	To adjust test year non-payroll costs to remove cost associated with the corporate financial restructuring. (Hyneman)	\$ (2,370)	
4.	To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ (7,988)	





## Aquila Networks-MPS Eastern System

Case: GR-04-072B

12-Months Ended December 31, 2002

## Adjustments to Income Statement

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
4. To adjust test year expense to reflect the annualization of postage expense. (Preston)	\$ 5,791	
5. To adjust test year expense to reflect Staff's elimination of Dues and Donations recorded in above the line expense. (Miller)	\$ (86,170)	
6. To remove the State-Based reorganization costs (CS-10) MPS (corrected). (Hyneman)	\$ (15,483)	
7. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ (915,240)	
*****		
Admin Expense Transfer Credit	S-60	\$ 17,582
*****		
1. To adjust test year expense to reflect the payroll annualization at Sept. 30, 2003. (Eaves)	\$ 72	
2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$ (74)	
3. To adjust test year non-payroll costs to remove cost associated with the corporate financial restructuring. (Hyneman)	\$ 4,023	
4. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ 13,561	



Aquila Networks-MPS Eastern System  
 Case: GR-04-072B  
 12-Months Ended December 31, 2002

Adjustments to Income Statement

Adj No	Description	Total Co Adjustment	Mo Juris Adjustment
*****			
	Property Insurance	\$ (16,240)	
	S-63		
*****			
1.	To adjust test year expense to reflect Staff's annualization of insurance expense. (Miller)	\$ (16,240)	
*****			
	Injuries & Damages	\$ 1,916,036	
	S-64		
*****			
1.	To adjust test year non-payroll costs to remove cost associated with the corporate financial restructuring. (Hyneman)	\$ (21,467)	
2.	To adjust test year expense to reflects Staff's annualization of Injuries and Damages costs. (Miller)	\$ (608,447)	
3.	To adjust test year expense to reflect Staff's annualization of insurance expense. (Miller)	\$ 2,618,307	
4.	To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ (72,357)	
*****			
	Employee Pensions & Benefits	\$ (2,139,950)	\$ 217,619
	S-65		
*****			
1.	To adjust Test Year expense to reflect the annualization of the employer's share of health, dental and vision expense. (Eaves)	\$ (117,758)	
2.	To adjust test year non-payroll costs to remove cost associated with the corporate financial restructuring. (Hyneman)	\$ (82,804)	

Aquila Networks-MPS Eastern System  
Case: GR-04-072B  
12-Months Ended December 31, 2002

Adjustments to Income Statement

Adj No	Description	Total Co Adjustment	Mo Juris Adjustment
3.	To adjust test employee pensions & benefits expense to reflect the annualized employer ESOP contribution. (Eaves)	\$ (342)	
4.	To adjust test year employee pensions & benefits expense to remove the over accrual of the medical, dental and vision insurance expense. (Eaves)	\$ (267,750)	
5.	To adjust test year employee pension & benefits expense to remove the corporate allocated charges for Aquila's Supplemental Executive Retirement Program (SERP). (Hyneman)	\$ (465,151)	
6.	To adjust test year employee pensions & benefits expense to reflect the annualization of 2003 OPEB costs. (Traxler)	\$ (474,008)	
7.	To adjust test year employee pensions & benefits expense to reflect the ERISA contribution for pension costs. (Traxler)	\$ 137,263	
8.	To adjust test year employee pensions & benefits expense to reflect the amortization of the prepaid pension asset. (Traxler)		\$ 217,619
9.	To adjust test year employee pensions & benefits expense to reflect the annualization of 401K O&M expense. (Eaves)	\$ (697)	
10.	To adjust test year expense to reflect Staff's elimination of Dues and Donations recorded in above the line expense. (Miller)	\$ (54)	
11.	To remove the State-Based reorganization costs (CS-10) MPS (corrected). (Hyneman)	\$ (589,545)	
12.	To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ (279,104)	

Aquila Networks-MPS Eastern System  
 Case: GR-04-072B  
 12-Months Ended December 31, 2002

Adjustments to Income Statement

Adj No	Description	Total Co Adjustment	Mo Juris Adjustment
*****			
	Regulatory Commission Expense S-67	\$ 1,319	\$ 39,745
*****			
1.	To adjust test year non-payroll costs to remove cost associated with the corporate financial restructuring. (Hyneman)	\$ 302	
2.	To adjust test year expense to reflect Staff's annualization of rate case expense. (Miller)		\$ 55,098
3.	To adjust test year expense to reflect Staff's annualization of the PSC assessment. (Miller)		\$ (15,353)
4.	To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ 1,017	
*****			
	Miscellaneous General Expenses S-70	\$ (404,888)	
*****			
1.	To adjust Test Year expense to reflect the annualization of the employer's share of health, dental and vision expense. (Eaves)	\$ 925	
2.	To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$ (958)	
3.	To adjust test year non-payroll costs to remove cost associated with the corporate financial restructuring. (Hyneman)	\$ (14,146)	
4.	To adjust test year expense to reflect Staff's disallowance of advertising expenses. (Miller)	\$ (349)	

Aquila Networks-MPS Eastern System  
 Case: GR-04-072B  
 12-Months Ended December 31, 2002

Adjustments to Income Statement

Adj No	Description	Total Co Adjustment	Mo Juris Adjustment
5.	To adjust test year expense to reflect Staff's elimination of Dues and Donations recorded in above the line expense. (Miller)	\$ (342,679)	
6.	To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ (47,681)	
*****			
	Admin & General Expense S-71	\$ (1,017)	
*****			
1.	To adjust test year non-payroll costs to remove cost associated with the corporate financial restructuring. (Hyneman)	\$ (233)	
2.	To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ (784)	
*****			
	Admin & General Maint Expense S-72	\$ (49,138)	
*****			
1.	To adjust Test Year expense to reflect the annualization of the employer's share of health, dental and vision expense. (Eaves)	\$ 1,120	
2.	To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$ (1,159)	
3.	To adjust test year non-payroll costs to remove cost associated with the corporate financial restructuring. (Hyneman)	\$ (11,234)	
4.	To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ (37,865)	

Aquila Networks-MPS Eastern System

Case: GR-04-072B

12-Months Ended December 31, 2002

Adjustments to Income Statement

Adj No	Description	Total Co Adjustment	Mo Juris Adjustment
*****			
	Cost of Removal/Salvage	S-76	\$ 3,447
*****			
1.	To adjust test year expense to reflect Staff's inclusion of the cost of removal/salvage. (Featherstone)		\$ 3,447
*****			
	Taxes Other Than Income Taxes	S-77	\$ (277,634)
*****			
1.	To adjust test year expense to reflect the annualization of FICA taxes associated with annualized payroll at Sept. 30, 2003. (Eaves)	\$	(112,242)
2.	To adjust test year non-payroll costs to remove cost associated with the corporate financial restructuring. (Hyneman)	\$	15,971
3.	To adjust test year expense to reflect the annualization of the medicare portion of FICA taxes associated with annualized payroll at Sept. 30, 2003. (Eaves)	\$	(106,444)
4.	To adjust test year expense to reflect the annualization of FUTA taxes associated with annualized payroll at Sept. 30, 2003. (Eaves)	\$	(3,957)
5.	To adjust test year expense to reflect the annualization of MO SUTA taxes associated with annualized payroll at Sept. 30, 2003. (Eaves)	\$	8,772
6.	To adjust test year expense to reflect Staff's annualization of property taxes. (Miller)	\$	41,257



Aquila Networks-MPS Eastern System  
 Case: GR-04-072B  
 12-Months Ended December 31, 2002

Adjustments to Income Statement

Adj No	Description	Total Co Adjustment	Mo Juris Adjustment
7.	To remove the State-Based reorganization costs (CS-10) MPS (corrected). (Hyneman)	\$ (174,824)	
8.	To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ 53,833	
*****			
	Def Inc Tax Utility Oper Oper-Cred S-80		\$ 8,092,238
*****			
1.	To adjust test year expense to reflect the annualization of the Deferred Income Tax operating credit. (Harris)		\$ 8,092,238
*****			
	Investment Tax Credit S-81		\$ 858,144
*****			
1.	To adjust test year expense to reflect the annualization of the Investment tax credit. (Harris)		\$ 858,144
*****			
	Depreciation Expense - Eastern Syst S-84		\$ (199,003)
*****			
1.	To adjust depreciation expense to reflect the elimination of the depreciation associated with the Eastern System write-down of the assets. (Williams)		\$ (199,003)

## Aquila Networks-MPS Eastern System

Case: GR-04-072B

12-Months Ended December 31, 2002

## Income Tax

Line	Test Year	8.00% Return	8.18% Return	8.35% Return	
(A)	(B)	(C)	(D)	(E)	
1	Net Income Before Taxes (Sch 9)	\$ (436,245)	\$ 577,730	\$ 586,372	\$ 594,534
2	Add to Net Income Before Taxes Book Depreciation Expense	\$ 225,124	\$ 225,124	\$ 225,124	\$ 225,124
3	Total	\$ 225,124	\$ 225,124	\$ 225,124	\$ 225,124
4	Subtr from Net Income Before Taxes Interest Expense 4.9200 %	\$ 236,213	\$ 236,213	\$ 236,213	\$ 236,213
5	Straight Line Tax Depreciation	215,534	215,534	215,534	215,534
6	Tax Depreciation over St/Line Tax	513,015	513,015	513,015	513,015
7	Total	\$ 964,762	\$ 964,762	\$ 964,762	\$ 964,762
8	Net Taxable Income	\$ (1,175,883)	\$ (161,908)	\$ (153,266)	\$ (145,104)
9	Provision for Federal Income Tax Net Taxable Income	\$ (1,175,883)	\$ (161,908)	\$ (153,266)	\$ (145,104)
10	Deduct Missouri Income Tax 100.0 %	\$ 0	\$ 0	\$ 0	\$ 0
11	Deduct City Income Tax	0	0	0	0
12	Federal Taxable Income	(1,175,883)	(161,908)	(153,266)	(145,104)
13	Total Federal Tax	\$ 0	\$ 0	\$ 0	\$ 0
14	Provision for Missouri Income Tax Net Taxable Income	\$ (1,175,883)	\$ (161,908)	\$ (153,266)	\$ (145,104)
15	Deduct Federal Income Tax 50.0 %	\$ 0	\$ 0	\$ 0	\$ 0
16	Deduct City Income Tax	0	0	0	0
17	Missouri Taxable Income	(1,175,883)	(161,908)	(153,266)	(145,104)
18	Total Missouri Tax	\$ 0	\$ 0	\$ 0	\$ 0

Aquila Networks-MPS Eastern System

Case: GR-04-072B

12-Months Ended December 31, 2002

Income Tax

Line	Test Year	8.00% Return	8.18% Return	8.35% Return	
(A)	(B)	(C)	(D)	(E)	
Provision for City Income Tax					
19	Net Taxable Income	\$ (1,175,883)	\$ (161,908)	\$ (153,266)	\$ (145,104)
20	Deduct Federal Income Tax	\$ 0	\$ 0	\$ 0	\$ 0
21	Deduct Missouri Income Tax	0	0	0	0
22	City Taxable Income	(1,175,883)	(161,908)	(153,266)	(145,104)
23	Total City Tax	\$ 0	\$ 0	\$ 0	\$ 0
Summary of Provision for Income Tax					
24	Federal Income Tax	\$ 0	\$ 0	\$ 0	\$ 0
25	Missouri Income Tax	0	0	0	0
26	City Income Tax	0	0	0	0
27	Total	\$ 0	\$ 0	\$ 0	\$ 0
Deferred Income Taxes					
28	Deferred Investment Tax Credit	\$ 0	\$ 0	\$ 0	\$ 0
29	Deferred Repair Allowance	0	0	0	0
30	Deferred Tax Depreciation	196,946	196,946	196,946	196,946
31	Amort of Deferred Tax Depreciation	0	0	0	0
32	Amort of Repair Allowance	0	0	0	0
33	Amort of Deferred ITC	0	0	0	0
34	Deferred Unbilled	0	0	0	0
35	Total	\$ 196,946	\$ 196,946	\$ 196,946	\$ 196,946
*****					
36	Total Income Tax	\$ 196,946	\$ 196,946	\$ 196,946	\$ 196,946
*****					