MEMORANDUM

TO: Missouri Public Service Commission Official Case File

File No. HA-2006-0294, Veolia Energy Kansas City, Inc. f/k/a

Trigen-Kansas City Energy Corporation

FROM: Cary G. Featherstone, Regulatory Auditor – Auditing Department

/s/ Cary G. Featherstone 6/01/11
Project Coordinator / Date
/s/ Steven Dottheim 6/01/11
Staff Counsel's Office / Date

SUBJECT: Staff's Recommendation Regarding Veolia Energy Kansas City, Inc.'s

Compliance Filing in File No. HA-2006-0294

DATE: June 1, 2011

BACKGROUND

On May 24, 2011, Trigen Kansas City Energy Corporation now known as Veolia Energy Kansas City, Inc., Delaware corporation, (for purposes of this recommendation all references to the Company will be "Trigen" or the "Company") filed its Final Report concerning this case. In that report, Trigen stated a) all construction of the expansion of the pipeline to Truman Medical Center was complete; b) total construction costs of the Truman Medical Center pipeline project was charged to Truman Medical Center; c) all construction costs for which Truman Medical Center is responsible has been reimbursed to Trigen; and d) Trigen identified this as the Final Report.

In an order issued May 25, 2011, the Missouri Public Service Commission ("Commission") directed the Missouri Public Service Commission Staff ("Staff") "... to review the report and make a recommendation as to whether this file may be closed."

As directed, Staff has reviewed the Final Report filed by Trigen and is satisfied that the Company has complied with the Commission's original Order in this case dated May 25, 2006. The Commission stated in Ordered Paragraph 3 of its May 25, 2006 Order that authorized the expansion of Trigen's service territory that "this Certificate is conditioned upon Truman Medical Center funding the cost of construction for the proposed extension of Trigen's facilities to serve Truman Medical Center."

Staff recommends this case be closed.

Staff has verified that Trigen has filed its annual report with the Commission.

¹ By its *Order Recognizing Name Change and Approving Tariff Sheets* issued in File No. HN-2011-0286 which took effect April 10, 2011, the Commission recognized Trigen-Kansas City Energy Corporation changed its name to Veolia Energy Kansas City, Inc.

MO PSC FILE NO. HA-2006-0294 OFFICIAL CASE FILE MEMORANDUM PAGE 2 OF 2

Trigen is also not delinquent on any of its payments to the Commission for the PSC assessment.

Staff is not aware of any other matter before the Commission that affects or is affected by this filing.

BEFORE THE PUBLIC SERVICE COMMISSION

OF THE STATE OF MISSOURI

In the Matter of the Application of) Trigen-Kansas City Energy Corporation for a) Certificate of Public Convenience and) Necessity Authorizing it to Construct, Install,) Own, Operate, Control, Manage and) Maintain a Steam Heat Distribution System) to Provide Steam Heat Service in Kansas) City, Missouri, as an Expansion of its) Existing Certified Area)
AFFIDAVIT OF CARY G. FEATHERSTONE
STATE OF MISSOURI)) ss. COUNTY OF COLE)
Cary G. Featherstone, of lawful age, on his oath states: that he has participated in the preparation of the foregoing Staff Recommendation in memorandum form, to be presented in the above case; that the information in the Staff Recommendation was developed by him; that he has knowledge of the matters set forth in such Staff Recommendation; and that such matters are true and correct to the best of his knowledge and belief.
CARYG. FEATHERSTONE
Subscribed and sworn to before me this day of June, 2011.
D. SUZIE MANKIN Notary Public - Notary Seal State of Missouri Commissioned for Cole County My Commission Expires: December 08, 2012 Commission Mumber: 08419071 Notary Public