

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

In the Matter of Aquila Networks - MPS)	
and L&P Purchased Gas Adjustment)	
Factors to be Reviewed in its 2004-2005)	Case No. GR-2005-0271
Actual Cost Adjustment.)	

STAFF RECOMMENDATION

COMES NOW the Staff of the Public Service Commission of Missouri, and for its recommendation states:

1. On October 25, 2005, Aquila Inc., d/b/a Aquila Networks – MPS and L&P (Company) filed tariff sheets to become effective November 9, 2005. The tariff sheets reflect changes to Company’s Purchased Gas Adjustment (PGA) factors and Actual Cost Adjustment (ACA) factors.

2. Staff has reviewed the tariffs, and recommends that the Commission approve them, interim subject to refund. See the Staff memorandum attached as Attachment A.

3. The Procurement Analysis Department asks that the Commission direct that its audit be completed, and its recommendation on the Company’s ACA balance not later than December 29, 2006. This will provide sufficient time for Staff to conduct its audit of Company’s books and transactions.

WHEREFORE, the Staff recommends that the Commission approve Company’s tariffs interim, subject to refund, and direct it to file its ACA audit report not later than December 29, 2006.

Respectfully submitted,

DANA K. JOYCE
General Counsel

/s/ Thomas R. Schwarz, Jr.

Thomas R. Schwarz, Jr.
Deputy General Counsel
Missouri Bar No. 29645

Attorney for the Staff of the
Missouri Public Service Commission
P. O. Box 360
Jefferson City, MO 65102
(573) 751-5239 (Telephone)
(573) 751-9285 (Fax)
E-mail: tim.schwarz@psc.mo.gov

Certificate of Service

I hereby certify that copies of the foregoing have been mailed, hand-delivered, or transmitted by facsimile or electronic mail to all counsel of record this 31st day of October, 2005.

/s/ Thomas R. Schwarz, Jr.