

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

In the Matter of Kansas City Power & Light Company's Demand Side Investment Rider Rate Adjustment and True-Up Required by 4 CSR 240-3.163(8))))))	<u>File No. ER-2016-0325</u> Tracking No. YE-2017-0017
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**STAFF RECOMMENDATION TO APPROVE REVISED TARIFF SHEET AND
MOTION FOR EXPEDITED TREATMENT**

COMES NOW Staff of the Missouri Public Service Commission, by and through counsel, and submits its Recommendation to the Missouri Public Service Commission ("Commission") recommending that the Commission issue an order approving Revised Tariff Sheet No. 49O as filed by Kansas City Power & Light Company ("KCPL") on July 22, 2016 bearing an effective date of August 1, 2016. In support Staff states as follows:

1. On June 1, 2016, KCPL filed Tariff Sheet Nos. 49G, 49H, and 49I for the purpose of modifying the Company's DSIM under the Missouri Energy Efficiency Investment Act ("MEEIA"). KCPL filed Tariff Sheet 49O to implement new DSIM rates incorporating the modifications sought in Sheet Nos. 49G, 49h and 49I. All sheets were assigned Tariff Tracking No. JE-2016-0343. On July 1, 2016, Staff filed its recommendation regarding KCPL's DSIM rider tariff, advising the Commission to reject KCPL's tariff sheets assigned Tariff Tracking No. JE-2016-0343.

2. On July 20, 2016, the Commission entered its order rejecting KCPL's tariff sheets (Tariff Tracking No. JE-2016-0343) and directed KCPL to file a corrected First Revised Sheet No. 49O that includes DSIM rates which are calculated pursuant to the existing DSIM Rider that includes the Cycle 1 under-billed amount and carrying costs attributed to the under-billed amount resulting from KCPL's calculation error

related to Cycle 1 program costs. On July 22, 2016, KCPL filed its Revised Sheet No. 490, assigned Tariff Tracking No. YE-2017-0017, along with a motion for expedited consideration and approval on less than thirty days' notice. That same day the Commission issued its *Order Directing Filing* ordering the Staff to respond no later than noon, July 25, 2016.

3. The Commission Staff's Tariff and Rate Design Department has reviewed the filed revised tariff sheet and recommends the Commission issue an order approving it as filed on July 22nd for service on and after August 1, 2016 and further recommends the Commission approve KCPL's motion for expedited treatment on less than 30 days' notice for good cause shown. Staff is of the opinion good cause exists because the August 1 effective date maintains the six month adjustment intervals integral to the operation of the DSIM. See Staff's Memorandum attached hereto as Appendix A and incorporated herein.

WHEREFORE, for the reasons discussed above and further explained in Staff's Memorandum, Staff recommends the Commission issue an order approving the following tariff sheet as filed by KCPL on July 22, 2016 bearing an effective date of August 1, 2016:

P.S.C. MO. No. 7
1st Revised Sheet No. 490, Cancelling Original Sheet No. 490

Respectfully submitted,

/s/ Robert S. Berlin

Robert S. Berlin

Deputy Staff Counsel

Missouri Bar No. 51709

Attorney for the Staff of the

Missouri Public Service Commission

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CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing was served electronically on this 25th day of July, 2016 to the parties of record as set out on the official Service List maintained by the Data Center of the Missouri Public Service Commission for this case.

/s/ Robert S. Berlin

MEMORANDUM

TO: Missouri Public Service Commission Official Case File
File No. ER-2016-0325 and Tariff Tracking No. YE-2017-0017
Kansas City Power & Light Company

FROM: Sarah Kliethermes, Regulatory Economist III

/s/ Natelle Dietrich 7/25/16
Commission Staff Director / Date

/s/ Robert S. Berlin 7/25/16
Staff Counsel Division / Date

SUBJECT: Staff Recommendation to Approve Kansas City Power & Light Company's ("KCPL") Proposed Tariff Sheets to Modify its Demand Side Investment Mechanism ("DSIM") Rider Tariff Sheets and to Adjust its DSIM Rider Rates effective August 1, 2016, on Less than 30 Days' Publication.

DATE: July 25, 2016

Background

On June 1, 2016, KCPL filed Tariff Sheet Nos. 49G, 49H, and 49I for the purpose of modifying the Company's DSIM under the Missouri Energy Efficiency Investment Act ("MEEIA"). KCPL filed Tariff Sheet 49O to implement new DSIM rates incorporating the modifications sought in Sheet Nos. 49G, 49h and 49I. All sheets were assigned Tariff Tracking No. JE-2016-0343. On July 1, 2016, Staff filed a recommendation regarding KCPL's DSIM rider tariff, advising the Commission to reject the tariff sheets submitted by KCPL, assigned Tariff Tracking No. JE-2016-0343. On July 20, 2016 the Commission entered its order rejecting KCPL's filing, assigned Tariff Tracking No. JE-2016-0343, and directed KCPL to file a corrected First Revised Sheet No. 49O that includes DSIM rates which are calculated pursuant to the existing DSIM Rider that includes the Cycle 1 under-billed amount and that includes carrying costs attributed to the under-billed amount resulting from KCPL's calculation error related to Cycle 1. The Revised Sheet No. 49O was filed on July 22, 2016.

Staff Recommendation

The Commission Staff's Tariff and Rate Design Department has reviewed the filed tariff sheet and recommends the Commission issue an order approving the following tariff sheet, as filed on July 22, 2016, for service on and after August 1, 2016, and further recommending such tariff sheet be ordered to become effective on less than 30 day's publication for the good cause of maintaining the intervals integral to the operation of the DSIM.

P.S.C. MO. No. 7

1st Revised Sheet No. 49O, Cancelling Original Sheet No. 49O

The Staff has verified that KCPL has filed its annual report and is not delinquent on any assessment. Staff is not aware of any other matter before the Commission that affects or is affected by this filing.

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In the Matter of Kansas City Power & Light Company's)
Demand Side Investment Rider Rate Adjustment and) **File No. ER-2016-0325**
True-Up Required by 4 CSR 240-3.163(8)) Tariff No. JE-2016-0343
) YE-2017-0017

AFFIDAVIT OF SARAH L. KLIETHERMES

STATE OF MISSOURI)
) ss
COUNTY OF COLE)

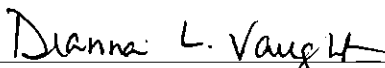
COMES NOW, Sarah L. Kliethermes and on his oath declares that she is of sound mind and lawful age; that she contributed to the attached Staff Recommendation in Memorandum form; and that the same is true and correct according to her best knowledge and belief.

Further the Affiant sayeth not.



Sarah L. Kliethermes

Subscribed and sworn to be this 25th day of July, 2016.



Notary Public

