STATE OF MISSOURI PUBLIC SERVICE COMMISSION

At a session of the Public Service Commission held at its office in Jefferson City on the 22nd day of February, 2007.

In the Matter of Aquila, Inc. d/b/a Aquila Networks–L&P,) for Authority to File Tariffs Changing the Steam Quarterly) Cost Adjustment for Service Provided to Customers in the) Aquila Networks–L&P Service Territory.)

ORDER APPROVING TARIFF SHEET FILED IN COMPLIANCE WITH COMMISSION'S ORDER

Issue Date: February 22, 2006

Effective Date: March 1, 2007

On January 16, 2007, Aquila, Inc., d/b/a Aquila Networks–L&P, submitted a proposed tariff sheet that contains a quarterly cost adjustment to allow customer rates to change with fuel cost changes. The tariff sheet was filed pursuant to the terms of the Stipulation and Agreement approved by the Commission in Case No. HR-2005-0450. Aquila's tariff sheet, which has been designated as Tariff No. YH-2007-0486, has a proposed effective date of March 1, 2007.

On February 13, 2007, the Staff of the Missouri Public Service Commission filed a recommendation. Staff states that it has reviewed Tariff No. YH-2007-0486 and is of the opinion that it is in compliance with the Commission's order in Case No. HR-2005-0450. Staff recommends that the Commission approve the proposed tariff sheet to become effective on March 1, 2007. No objections to the tariff were filed.

The Commission has reviewed Aquila's tariff sheet and Staff's verified recommendation, which is hereby admitted into evidence. Based on these filings, the

Commission finds that the tariff sheet is in compliance with the Commission's previous order and shall be approved as ordered below.

In addition, because this type of tariff filing is expected to be made on a quarterly basis, the Commission shall leave this case open to receive the remaining quarterly filings for the current twelve-month period. After a twelve-month period has passed, the Commission shall require the next quarterly filing to open a new case.

IT IS ORDERED THAT:

1. Tariff No. YH-2007-0486, submitted on January 16, 2007, is hereby approved for steam service rendered on or after March 1, 2007. The tariff sheet approved is:

P.S.C. MO. No. 1 3rd Revised Sheet No. 6.5, Canceling 2nd Revised Sheet No. 6.5

2. This order shall become effective on March 1, 2007.

BY THE COMMISSION

Colleen M. Dale Secretary

(SEAL)

Davis, Chm., Murray, Clayton, and Appling, CC., concur. Gaw, C., dissents.

Dippell, Deputy Chief Regulatory Law Judge