

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

In the Matter of the Tariff Filing of KCP&L)	
Greater Missouri Operations Company, to)	
Implement a General Rate Increase for Retail)	<u>Case No. HR-2009-0092</u>
Steam Heating Service Provided to Customers in)	Tariff No. YH-2009-0195
its Missouri Service Area it formerly served as)	
Aquila Networks—L&P.)	

RECONCILIATION

Comes now the Staff of the Missouri Public Service Commission (Staff) and files the following Reconciliation the Commission directed the Staff to file on April 22, 2009 in the Commission's *Order Granting Motion for Extension of Time to File Reconciliations* which extended the original filing date of April 15, 2009 the Commission ordered in its November 20, 2008 *Order Setting Procedural Schedules*.

Respectfully submitted,

/s/ Nathan Williams

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Certificate of Service

I hereby certify that copies of the foregoing have been mailed, hand-delivered, transmitted by facsimile or emailed to all counsel of record this 22nd day of April, 2009.

/s/ Nathan Williams

KCP&L - Greater Missouri Operations Company - L&P Steam
Case No. HR-2009-0092

KCP&L - Greater Missouri Operations Company - L&P Steam					
HR-2009-0092					
Revenue Requirement Reconciliation Filed April 22, 2009					
		9/30 to 9/30		9/30 to 3/31	
		Reconciliation		Reconciliation	
1	KCP&L GMO Revenue Requirement - L&P Steam		1,606,440		1,074,628
2					
3	Rate of Return and Capital Structure:				
4	Value of Capital Structure Issue - Staff / Company	(98,013)		(65,251)	ISSUE
5	Capital Structure Impact on Interest Deduction	26,120		66,225	ISSUE
6	Return on Equity Issue - GMO-10.75%, Staff 9.75% - Direct	(112,501)			ISSUE
7	Return on Equity Issue - GMO-11.55%, Staff 9.75% - Update			(202,807)	ISSUE
8	Sub-Total Rate of Return and Capital Structure Differences		(184,394)	(201,833)	
9					
10	Rate Base Issues :				
11	Steam Plant	-		(61,059)	TIMING
12	Steam Plant Reserve	-		(85,571)	TIMING
13	Depreciation Reserve Correction - Staff	(21,449)		(21,449)	ISSUE
14	Reserve Deficiency Correction - Staff	(20,042)		(20,042)	ISSUE
15	Cash Working Capital	21,216		10,312	ISSUE/TIMING
16	Fuel Inventory - Oil & Propane	16,723		16,723	ISSUE
17	Fuel Inventory - Coal	19,114		(26,408)	ISSUE
18	Deferred Income Taxes	(36)		15,623	TIMING
19	Sub Total - Rate Base Issues		15,525	(171,872)	
20					
21	Income Statement - Revenue Issues				
22	Annualize Revenue - Company	4,148,634		6,325,535	ISSUE
23	Steam Billing Adjustment 2 - Staff	(110,093)		(110,093)	ISSUE
24	Steam Billing Adjustment 3 - Staff	(224,724)		(224,724)	ISSUE
25	Steam Growth Adjustment - Staff	(169,746)		(169,746)	ISSUE
26	Sub Total - Revenue Adjustments		3,644,071	5,820,972	
27					
28	Income Statement - Expense Issues				
29	Annualize Purchased Power (Energy) and Fuel	(1,224,033)		(2,636,247)	ISSUE
30	Property Taxes	0		6,319	TIMING
31	Annualize Medical, Dental, Vision Benefits	0		27,659	TIMING
32	ERISA Expense Adjustment	0		99	TIMING
33	Annualize 401k	(5,668)		(7,729)	TIMING
34	Benefits - SERP	(20,033)		(20,033)	ISSUE
35	Annualize Insurance Expense	(12,884)		11,869	TIMING
36	Remove Aquila Variable Comp. Program	(71,894)		(38,454)	ISSUE
37	Annualize Rate Case Expense	(7,874)		(7,874)	ISSUE
38	Transition Costs Amortization	(28,718)		(41,158)	ISSUE
39	Synergies	28,089		23,176	ISSUE
40	Common Use Billing	(122,210)		(122,210)	ISSUE
41	Annualize Payroll Taxes	39,359		37,175	TIMING
42	Payroll Annualization	187,495		148,916	TIMING
43	Overtime Calculation	10,996		10,996	ISSUE
44	Sub Total - Expense Adjustments		(1,227,375)	(2,607,496)	
45					
46					
47	Depreciation Issues				
48	Annualize Depreciation Expense	(72,494)		(81,044)	TIMING/ISSUE
49	Revenue Requirement - S/L Tax Methodology	(7,514)		(59,095)	TIMING
50	Sub-Total - Depreciation Issues		(80,008)	(140,139)	
51					
52					
53	Total Value of All Issues		2,167,819	2,699,631	
54					
55	Staff Revenue Requirement at September 30, 2008		\$ 3,774,259	\$ 3,774,259	
56					
57	Office of the Public Counsel				
58	Rev. Req. Value of Capital Structure - OPC / Staff		83,302		
59	Capital Structure Impact on Interest Expense Deduction		(54,118)		
60	Value of Return on Equity Issue - Staff / OPC		60,788		
61	Rate Case Expense		(2,778)		
62	Office of the Public Counsel - Revenue Requirement		\$ 3,861,453		