BEFORE THE PUBLIC SERVICE COMMISSION STATE OF MISSOURI

In the matter of Aquila, Inc. d/b/a Aquila Networks—)	
L&P, for authority to file tariffs changing the steam)) <u>Case No. HR-2007-0028</u> Tariff No. YH-2007-0027
Quarterly Cost Adjustment for service provided to customers in the Aquila Networks–L&P service)	
territory.	ĺ	

STAFF'S RESPONSE TO COMMISSION ORDER

COMES NOW the Staff of the Missouri Public Service Commission (Staff) and respectfully states:

- 1. On June 12, 2007, the Commission issued its *Order Directing Filing*. In this Order, the Commission directed the Staff to file a status report indicating if the Staff expects to complete an audit for the period covered by this case or if the case may be closed.
- 2. Staff will conduct a true-up audit of the "fuel rider" for the period covered by this case. To facilitate the audit—the first to be performed in carrying out the Stipulation and Agreement the Commission approved in Case No. HR-2005-0450¹—the Staff will work with the other parties in this case to facilitate a Technical Conference and will report the status of this matter no later than August 31, 2007. Staff recommends that this case remain open.

WHEREFORE, the Staff of the Missouri Public Service Commission recommends the Commission leave this case open to receive reports on Staff's "fuel rider" true-up audit.

¹ The Stipulation and Agreement includes a "fuel rider" that requires quarterly rate adjustments and no more frequently than annual true-ups.

Respectfully submitted,

/s/ Nathan Williams

Nathan Williams Deputy General Counsel Missouri Bar No. 35512

Attorney for the Staff of the Missouri Public Service Commission P. O. Box 360
Jefferson City, MO 65102
(573) 751-8702 (Telephone)
(573) 751-9285 (Fax)
nathan.williams@psc.mo.gov

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 27th day of June 2007.

/s/ Nathan Williams