

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

In the matter of KCP&L Greater Missouri Operations)
Company's tariffs changing the steam quarterly cost)
Adjustment for service provided to customers in the)
KCP&L Greater Missouri Operations Company)
Service territory.)
Case No. HT-2013-0456

STAFF'S RECOMMENDATION TO APPROVE TARIFF SHEET

COMES NOW the Staff (“Staff”) of the Missouri Public Service Commission (“Commission”) and, for its recommendation to approve tariff sheet, respectfully states:

1. In the attached Memorandum (Appendix A) the Staff recommends the Commission approve the tariff sheet KCP&L Greater Missouri Operations Company (“GMO”) filed on April 15, 2013, to become effective June 1, 2013.

2. On April 15, 2013, GMO filed its tariff sheet to make a quarterly cost adjustment required by GMO’s Quarterly Cost Adjustment Rider, which the Commission approved in Case No. HR-2005-0450, and modified in Case Nos. HR-2009-0092, and HR-2010-0028. The Quarterly Cost Adjustment Rider - Steam tariff sheets require quarterly rate adjustments, with not more frequent than annual true-ups.

3. Staff reviewed the filed tariff sheet and is of the opinion that the quarterly cost adjustment for the first quarter of 2013 has been calculated in accordance with the provisions of the Quarterly Cost Adjustment Rider – Steam tariff sheets and complies with the Commission’s Order in Case No. HR-2010-0028.

4. The Staff recommends the Commission issue an order approving the filed tariff sheet to become effective June 1, 2013.

WHEREFORE, the Staff of the Missouri Public Service Commission recommends the Commission approve to become effective June 1, 2013, the Tariff Sheet GMO filed on April 15, 2013, to wit:

P.S.C. MO. No. 1
16th Revised Sheet No. 6.10 Canceling 15th Revised Sheet No. 6.10

Respectfully submitted,

/s/ Sarah Kliethermes

Sarah L. Kliethermes
Senior Counsel
Missouri Bar No. 60024

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CERTIFICATE OF SERVICE

I hereby certify that copies of the foregoing have been mailed, hand-delivered, transmitted by facsimile or electronically mailed to all counsel of record this 17th day of May, 2013.

/s/ Sarah Kliethermes

MEMORANDUM

TO: Missouri Public Service Commission Official Case File
Case No. HT-2013-0456, Tariff Tracking No. JH-2013-0448
KCP&L Greater Missouri Operations Company

FROM: Randy Gross, Utility Regulatory Engineer I
Michelle Bocklage, Rate & Tariff Examiner II
Matthew Barnes, Utility Regulatory Auditor IV

/s/John Rogers 5/17/2013
Energy Resource Analysis
Section / Date

/s/Sarah Kliethermes 5/17/2013
Staff Counsel Division / Date

SUBJECT: Staff Recommendation for **Approval** of Tariff Sheet Filed To Add The Quarterly Cost Adjustment For The First Quarter Of 2013 To The Quarterly Cost Adjustment Rider - Steam of KCP&L Greater Missouri Operations Company

DATE: May 17, 2013

On April 15, 2013, KCP&L Greater Missouri Operations Company (“GMO”) filed with the Commission one (1) tariff sheet for steam service bearing an issue date of April 15, 2013, and an effective date of June 1, 2013, to add the quarterly cost adjustment (“QCA”) for the first quarter of 2013. The adjustment is required by GMO’s Quarterly Cost Adjustment Rider, which the Commission approved in Case No. HR-2005-0450, and modified in Case Nos. HR-2009-0092 and HR-2010-0028, for steam service on and after July 1, 2009.

GMO’s filing included the proposed tariff sheet and work papers consisting of electronic worksheets showing its calculation of the QCA for the first quarter of 2013.

The procedure for the calculation of the QCA for steam service sales occurring on and after July 1, 2009, is set out in GMO’s Tariff Sheet Nos. 6.6 through 6.10, which are entitled “Quarterly Cost Adjustment Rider – Steam.”

Staff reviewed the data and mathematical calculations GMO provided in its workpapers and found GMO’s calculations related to the filed tariff sheet to be correct, and that the calculations satisfy the standards set forth in GMO’s Tariff Sheet Nos. 6.6 through 6.10. The calculations are also consistent with previous GMO QCA filings.

Staff therefore recommends that the Commission **approve** the following proposed tariff sheet, as filed on April 15, 2013, to become effective on June 1, 2013, as requested by GMO.

P.S.C. MO. No. 1

16th Revised Sheet No. 6.10 Canceling 15th Revised Sheet No. 6.10

Staff has verified that GMO is not delinquent on any assessment and has filed its 2012 annual report. GMO is current on its submission of its Surveillance Monitoring reports as required in 4 CSR 240-20.090(10) and its monthly reports as required by 4 CSR 240-3.161(5). Staff is not aware of any other matter pending before the Commission that affects or is affected by this tariff filing, although Case Nos. HC-2010-0235 and HC-2012-0259 remain pending. Staff's recommendation for approval of the QCA change in this case is solely based on the accuracy of GMO's calculations and is not indicative of the prudence of the fuel costs included in the QCA.


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

In the Matter of KCP&L Greater Missouri)
Operations Company for Authority to File)
Tariffs Changing the Steam QCA for) Case No. HT-2013-0456
Service Provided to Customers in its Service)
Territory)

AFFIDAVIT OF MATTHEW J. BARNES

STATE OF MISSOURI)
) ss
COUNTY OF COLE)

Matthew J. Barnes, of lawful age, on oath states: that he participated in the preparation of the foregoing Staff Recommendation in memorandum form, to be presented in the above case; that the information in the Staff Recommendation was provided to him; that he has knowledge of the matters set forth in such Staff Recommendation; and that such matters are true to the best of his knowledge and belief.



Matthew J. Barnes

Subscribed and sworn to before me this 17th day of May, 2013.

SUSAN L. SUNDERMEYER
Notary Public - Notary Seal
State of Missouri
Commissioned for Callaway County
My Commission Expires: October 03, 2014
Commission Number: 10942086



Notary Public