

**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)	<u>File No. HT-2012-0344</u>
Service Provided to Customers in its)	Tariff No. YH-2013-0041
Service Territory.)	

STAFF RECOMMENDATION

COMES NOW, the Staff (“Staff”) of the Missouri Public Service Commission (“Commission”) and for its *Staff Recommendation* states as follows:

1. On July 16, 2012, KCP&L Greater Missouri Operations Company (“GMO”) filed with the Commission one (1) tariff sheet bearing an issue date of July 16, 2012, and an effective date of September 1, 2012, to add the quarterly cost adjustment (“QCA”) for the second quarter of 2012. The adjustment is required by GMO’s QCA 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.

2. On July 16, 2012, the Commission ordered Staff to file its Staff Recommendation no later than August 14, 2012.

3. As indicated in the Staff Memorandum, attached as Appendix A, Staff has reviewed the Company’s filing and has found GMO’s calculations related to the second quarter 2012 QCA compliance tariff sheet to be correct, and that the calculations satisfy the standards set forth on Sheet Nos. 6.6 through 6.10 of GMO’s tariff. The calculations are also consistent with previous GMO QCA filings.

4. Therefore, Staff recommends that the Commission approve the proposed tariff sheet as filed on July 16, 2012, to become effective September 1, 2012.

WHEREFORE, for the reasons indicated in this pleading and the attached Staff Memorandum, Staff recommends that the Commission issue an order approving the tariff sheet as filed by GMO.

Respectfully submitted,

/s/ Meghan McClowry

Meghan E. McClowry
Legal Counsel
Missouri Bar No. 63070

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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 14th day of August, 2012.

/s/ Meghan McClowry

MEMORANDUM

TO: Missouri Public Service Commission Official Case File
Case No. HT-2012-0344, Tariff Tracking No. YH-2013-0041
KCP&L Greater Missouri Operations Company

FROM: Matthew J. Barnes, Utility Regulatory Auditor IV
Michelle Bocklage, Rate & Tariff Examiner II

/s/ John Rogers 08/14/2012
Energy Unit / Date

/s/ Meghan McClowry 08/14/2012
Staff Counsel Division / Date

SUBJECT: Staff Recommendation For **Approval** Of Tariff Sheet Filed To Add The
Quarterly Cost Adjustment For The Second Quarter Of 2012 To The Quarterly
Cost Adjustment Rider Of KCP&L Greater Missouri Operations Company

DATE: August 14, 2012

On July 16, 2012, KCP&L Greater Missouri Operations Company (GMO) filed with the Commission one (1) tariff sheet bearing an issue date of July 16, 2012, and an effective date of September 1, 2012, to add the quarterly cost adjustment (QCA) for the second quarter of 2012. 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 workpapers consisting of two worksheets showing its calculation of the QCA for the second quarter of 2012.

The procedure for the calculation of the QCA for steam service sales occurring on and after July 1, 2009, is set out in Sheet Nos. 6.6 through 6.10 of GMO's tariff, 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 second quarter 2012 QCA compliance tariff sheet to be correct, and that the calculations satisfy the standards set forth on Sheet Nos. 6.6 through 6.10 of GMO's tariff. 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 July 16, 2012, to become effective on September 1, 2012, as requested by GMO.

P.S.C. MO. No. 1

13th Revised Sheet No. 6.10 Canceling 12th Revised Sheet No. 6.10

Staff has verified that GMO is not delinquent on any assessment and has filed its 2011 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. 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.

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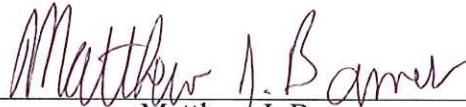
In the Matter of KCP&L Greater Missouri)
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Tariffs Changing the Steam QCA for)
Service Provided to Customers in its Service)
Territory)

Case No. HT-2012-0344

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 13th day of August, 2012.

D. SUZIE MANKIN
Notary Public - Notary Seal
State of Missouri
Commissioned for Cole County
My Commission Expires: December 08, 2012
Commission Number: 08412071


Notary Public

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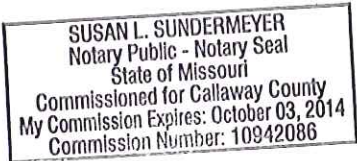
AFFIDAVIT OF MICHELLE BOCKLAGE

STATE OF MISSOURI)
) ss
COUNTY OF COLE)

Michelle Bocklage of lawful age, on oath states: that she 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 her; that she has knowledge of the matters set forth in such Staff Recommendation; and that such matters are true to the best of her knowledge and belief.

Michelle Bocklage
Michelle Bocklage

Subscribed and sworn to before me this 14th day of August, 2012.



Susan L. Sundermeyer
Notary Public