

**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	)	
Quarterly Cost Adjustment for service provided to	)	<u>Case No. HR-2007-0028</u>
customers in the Aquila Networks—L&P service	)	<u>Tariff No. YH-2007-0027</u>
territory. <sup>1</sup>	)	

**STAFF’S STATUS REPORT**

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

1. On June 29, 2007, the Commission issued its *Order Directing Filing of Status Reports*. In this Order, the Commission directed the Staff to file a status report by August 31, 2007, with following reports at three-month intervals.
2. For purposes of both this case and Case No. HR-2007-0399, the Staff has participated in meetings between Aquila and Ag Processing focused on resolving their differences on the scope and parameters of the true-up audit for the steam “fuel rider.”
3. In the Staff’s last report, the Staff related that Ag Processing and Aquila had continued discussions and made progress, but were hampered by the attention devoted to planning and executing the integration of Aquila’s operations with those of Kansas City Power & Light Company as proposed in Case No. EM-2007-374, and that they had not yet resolved all of their differences.

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<sup>1</sup> Aquila is now authorized to do business as KCP&L Greater Missouri Operations Company; *Order Recognizing Name Change and Approving Tariffs*, Case No. EN-2009-0015, issued August 7, 2008 effective August 8, 2008, and in pending Case Nos. EN-2009-0164 and HN-2009-0165 Aquila is seeking Commission authorization to change its name from Aquila, Inc. to KCP&L Greater Missouri Operations Company.

4. In its August 18, 2008 status report the Staff indicated that the parties planned to schedule soon another meeting with Kansas City Power & Light Company personnel acting on Aquila's behalf for all the parties to attend to bring those individuals up to date with regard to Aquila's steam fuel clause process, identify and discuss the issues concerning the parties, status of the progress made thus far between the parties and to identify Aquila's steam fuel clause review process going forward.

5. The Staff has met with representatives of Aquila (d/b/a KCP&L-GMO) to inform them of the meetings and progress that took place during the course of the review of the steam fuel clause costs of what was formerly called the Aquila Networks-L&P division. Staff also met with representatives of Ag Processing to also discuss the next steps in this case and Case No. HR-2007-0399. Staff is in the process of setting a meeting with representatives of Aquila and Ag Processing to discuss the progress to date and to further define the review of these fuel costs.

6. As before, if progress does not continue, the Staff will prepare and file its recommendation of the scope and parameters for the true-up audit for Aquila's steam "fuel rider" for the audit period in this case and in Case No. HR-2007-0399.

7. Until the scope and parameters for true-up audits for Aquila's steam "fuel rider" are determined, the Staff is unable to indicate the date on which it expects to file its true-up audits of the fuel rider.

WHEREFORE, the Staff of the Missouri Public Service Commission submits this status report to the Commission.

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 25<sup>th</sup> day of November 2008.

**/s/ Nathan Williams**