LAW OFFICES SCHNAPP, GRAHAM, REID & FULTON 135 EAST MAIN STREET

FREDERICKTOWN, MISSOURI 63645-0151 TELEPHONE 314-783-7212

J. B. SCHNAPP MAURICE B. GRAHAM JOHN W. REID II ROBIN E. FULTON DANIEL P. FALL

March 4, 1987

Mr.

Mr. Harvey G. Hubbs Public Service Commission P.O. Box 360 Jefferson City, MO 65102

Re: Arkansas Power & Light Co. Case No. AO-87-48

Dear Mr. Hubbs:

Enclosed for filing in the above-referenced matter please find three (3) copies of a Motion to Suspend Phase-In Tariffs.

I have this date mailed a copy of the same to all parties of record.

Sincerely yours, Pol. E. Fulton

REF:alw

Enclosures

cc: All Parties of Record

FILED MAR 5 1987 PUBLIC SERVICE COMMISSION

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LAW OFFICES SCHNAPP, GRAHAM, REID & FULTON 135 EAST MAIN STREET FREDERICKTOWN, MISSOURI 63645-0151 TELEPHONE 314-783-7812

J. B. SCHNAPP MAURICE B. GRAHAM John W. Reid II Robin E. Fulton Daniel P. Fall

March 4, 1987

Mr. Harvey G. Hubbs Public Service Commission P.O. Box 360 Jefferson City, MO 65102

Re: Arkansas Power & Light Co. Case No. ER-85-265

Dear Mr. Hubbs

Enclosed for filing in the above-referenced matter please find an original and thirteen (13) copies of a Motion to Suspend Phase-In Tariffs.

Please bring this Motion to the immediate attention of the Commission.

I have this date mailed a copy of the same to all parties of record.

Sincerely yours,

REF:alw

Enclosures

cc: Mr. James Swearengen Mr. Gerald Roark Mr. Ralph Teed Office of Public Counsel Office of General Counsel Mr. Donald Johnstone Mr. Willard C. Reine Mr. John Low Mr. Rich Ashby Mr. Jack Krokroskia

BEFORE THE PUBLIC SERVICE COMMISSION OF THE MAR 5

In the matter of Arkansas Power) & Light Company of Little Rock,) Arkansas, for authority to file) tariffs increasing rates for) electric service provided to customers in the Missouri service area of the Company.)

Case No. ER-85-265

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and

In the matter of the investigation of the revenue effects Case No. A0-87-48) upon Missouri utilities of the) Tax Reform Act of 1986. ۱

MOTION TO SUSPEND PHASE-IN TARIFFS

Come now Intervenor, Doe Run Company, a partnership of St. Joe Minerals Corporation and Homestake Lead Mining Company of Missouri, and Intervenor ASARCO, Inc., by their attorneys, Schnapp, Graham, Reid & Fulton, and hereby move this Commission to suspend the phase-in tariffs scheduled to go into effect March 21, 1987; and in support of such Motion states to the Commission as follows:

1. That Arkansas Power & Light Company's second-year phase-in tariffs are scheduled to commence on March 21, 1987.

2. That Arkansas Power & Light Company has filed a new set of tariffs reflecting that phase-in, which tariffs are effective March 21, 1987, which tariffs have not been approved by the Commission.

3. That this Commission has the authority pursuant to Section 393.150 to suspend tariffs whenever there is filed with the Commission <u>any schedule</u> stating a new rate. The Commission has the authority under said statute to suspend the tariff either upon its own initiative without' complaint or with complaint. Said suspension may be for a period of up to 120 days for investigation and, if 120 days is insufficient, under Section 393.150.2 the Commission can suspend the tariff for an additional six months.

4. That in Case Number AO-87-48 Arkansas Power & Light is resisting any efforts to reduce rates to reflect the decreased revenue effects resulting from the decrease in Federal taxation and has, in fact, missed the filing requirement ordered by the Commission of March 2, 1987.

5. That Arkansas Power & Light Company in its various pleadings before the Commission in Case Number AO-87-48 has admitted that the revenue effect would be decreased in Missouri by various amounts, the most recent of which was \$1.65 million as set forth in their Motion for Rehearing or in the Alternative for Extension of Time filed with the Commission on or about February 27, 1987.

6. That Intervenors have previously filed a pleading befree this Commission in this case and in Case Number AO-87-48 enc. red Motion to Reduce Tariffs of Arkansas Power & Light Company Effective January 1, 1987, to Reflect Decreased Federal Income Tax Rates wherein the Intervenors have calculated the decreased revenue requirement to be \$2.296 million.

7. That both the Arkansas Power & Light Company calculation of \$1.65 million and the calculation by Intervenors of

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\$2.296 million are in excess of the scheduled phase-in amount of \$1.328 that Arkansas Power & Light Company will be recovering pursuant to the March 21, 1987, phase-in tariffs.

8. That, therefore, Arkansas Power & Light customers are entitled to a decrease in rates even after taking into consideration the phase-in amount of at least \$322,000.00 and possibly \$968,000.00.

9. That Arkansas Power & Light Company has been recalcitrant and uncooperative with the Commission, the Commission Staff and various intervenors in the generic tax docket in providing information for which the tax phasing can be accurately calculated and that, due to their failure to file the data in a timely manner, the scheduled informal conference was moved from March 6, 1987, to April 27, 1987. In effect, by this action Arkansas Power & Light Company is being rewarded for delaying tactics.

10. That every day that passes without action by this Commission results in Arkansas Power & Light Company's ratepaying customers' paying excessive rates.

11. That by suspending the phase-in tariffs, the Commission will be able to more fully investigate the tax savings and adjust Arkansas Power & Light Company's rates accordingly.

WHEREFORE, for the foregoing reasons these Intervenors pray that the Commission suspend Arkansas Power & Light Company's phase-in tariffs, hold hearings in which to determine the

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appropriate amount of phase-in increases or phase-in decreases and for such other and further relief as to the Commission may seem just and proper.

Respectfully submitted,

SCHNAPP, GRAHAM, REID & FULTON

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Robin E. Fulton #29513 135 East Main Street Fredericktown, Missouri 63645 314-783-7212 Attorney for Intervenors Doe Run Company and ASARCO, Inc.

PROOF OF SERVICE

THE UNDERSIGNED GENTRIES THAT A COMPLETE COPY OF THIS INSTELLISHT WAS SETTING UPON THE ATTORNET OF RECORD OF FACH PARTY TO THE ABOVE UN ACTUALLY ENCLOSE UNG THE SAME IN ENVELOPES AND ORDERSED TO SAME ATTORNET OF THE SAME IN ENVELOPES AND ADDRESS AND SAME ATTORNET UPST OF FEEDING HEREIN, WITH PRISTCLASS POSTAGE FULLY PREPARE, AND BY DEPOSITING AND ENVELOPES IN A U.S. POST OFFEE SAME, DOX

IN PRESENCE Ma

SCHINAPP, GRAINAM & REID 135 EAST HAIN FREDERICKTOWR, MISSOURI