

STATE OF MISSOURI
PUBLIC SERVICE COMMISSION

At a session of the Public Service Commission held at its office in Jefferson City on the 2nd day of June, 2011.

In the Matter of the Application of KCP&L Greater Missouri Operations Company for Approval to Make Certain Changes in its Charges for Electric Service)
) File No. ER-2010-0356
) Tariff No. YE-2011-0606

ORDER SUSPENDING TARIFF SHEETS AND DIRECTING FILING

Issue Date: June 2, 2011

Effective Date: June 4, 2011

On May 4, 2011, the Commission issued its Report and Order approving certain rates for KCP&L Greater Missouri Operations Company (GMO). On May 27, 2011, the Commission issued an Order of Clarification and Modification which rejected tariffs filed in compliance with the Report and Order and required the filing of additional tariff sheets. The Commission also determined that good cause existed for the tariffs, with the exception of the fuel adjustment clause portion, to become effective on June 4, 2011, with less than thirty days' notice. Additional compliance tariffs were filed on May 31, 2011, and substitute sheets were filed on June 1, 2011.¹

The Staff of the Commission filed suggestions regarding the Commission's decision to make the fuel adjustment clause (FAC) portion of the tariffs effective on July 1, 2011, with the base rates tariffs becoming effective on June 4, 2011. Ag Processing, Inc. a cooperative and the Sedalia Industrial Energy Users' Association

¹ For record-keeping purposes and because of the different effective dates for different portions of the tariffs, the Commission divided the filing into a different tracking number for each tariff effective date.

(SIEUA) filed a response, and an additional reply was received from Staff and from GMO.

The Office of the Public Counsel objected to the tariffs. First Public Counsel objects to the shortened time for responses and states that it has not had sufficient time to review and respond to the tariffs or review the pleadings filed by Staff regarding the FAC tariffs. Public Counsel's second objection is to the interest rate of 8.414% contained as "carrying costs" for the phase-in portion of the rates. GMO indicated in its cover letter filed with the tariffs that it included its authorized rate of return (ROR) of 8.414% as a carrying cost ordered by the Commission. Ag Processing concurred in the objections of Public Counsel and further objects to the "phase-in of rates in excess of filed-for levels."

The Staff of the Commission filed a recommendation regarding the tariffs on June 2, 2011. In that recommendation, Staff recommends that the tariffs bearing a June 4, 2011 effective date and a July 1, 2011 effective date be approved as in compliance with the Commission Report and Order. In its recommendation, however, Staff had not yet had an opportunity to complete its review of the additional tariff sheets.

The Commission previously found that good cause existed to approve the tariffs on less than thirty days' notice, and specifically ordered the compliance tariffs to contain a June 4, 2011 effective date. After receiving the responses and objections, however, it is clear, that the parties have not had an opportunity to examine the tariffs thoroughly. In addition, the Commission may need to clarify its order further to be clear about what the Commission intended to be "carrying costs." For those reasons the

Commission shall suspend the tariff sheets to allow additional time for objections and to review the phase-in tariffs.

The Commission will also direct the parties to make a filing stating GMO and/or Great Plains Energy's (GPE) short-term cost of debt and any arguments why the "carrying costs" for the phased-in rates should not be equal to GMO or GPE's short-term cost of debt.

THE COMMISSION ORDERS THAT:

1. Tariff File No. YE-2011-0606, filed by KCP&L Greater Missouri Operations Company on May 31, 2011, is suspended until June 18, 2011. The tariff sheets suspended are:

P.S.C. MO. No. 1, Electric Rates

7th Revised Sheet No. 2, canceling 6th Revised Sheet No. 2
4th Revised Sheet No. 18, canceling 3rd Revised Sheet No. 18
4th Revised Sheet No. 19, canceling 3rd Revised Sheet No. 19
4th Revised Sheet No. 21, canceling 3rd Revised Sheet No. 21
4th Revised Sheet No. 22, canceling 3rd Revised Sheet No. 22
4th Revised Sheet No. 23, canceling 3rd Revised Sheet No. 23
4th Revised Sheet No. 24, canceling 3rd Revised Sheet No. 24
4th Revised Sheet No. 25, canceling 3rd Revised Sheet No. 25
4th Revised Sheet No. 28, canceling 3rd Revised Sheet No. 28
4th Revised Sheet No. 29, canceling 3rd Revised Sheet No. 29
4th Revised Sheet No. 31, canceling 3rd Revised Sheet No. 31
4th Revised Sheet No. 34, canceling 3rd Revised Sheet No. 34
4th Revised Sheet No. 35, canceling 3rd Revised Sheet No. 35
4th Revised Sheet No. 41, canceling 3rd Revised Sheet No. 41
4th Revised Sheet No. 42, canceling 3rd Revised Sheet No. 42
4th Revised Sheet No. 43, canceling 3rd Revised Sheet No. 43
4th Revised Sheet No. 44, canceling 3rd Revised Sheet No. 44
4th Revised Sheet No. 47, canceling 3rd Revised Sheet No. 47
4th Revised Sheet No. 48, canceling 3rd Revised Sheet No. 48
4th Revised Sheet No. 50, canceling 3rd Revised Sheet No. 50
4th Revised Sheet No. 51, canceling 3rd Revised Sheet No. 51
4th Revised Sheet No. 52, canceling 3rd Revised Sheet No. 52
4th Revised Sheet No. 53, canceling 3rd Revised Sheet No. 53
4th Revised Sheet No. 54, canceling 3rd Revised Sheet No. 54
4th Revised Sheet No. 56, canceling 3rd Revised Sheet No. 56

P.S.C. MO. No. 1, Electric Rates

4th Revised Sheet No. 57, canceling 3rd Revised Sheet No. 57
4th Revised Sheet No. 59, canceling 3rd Revised Sheet No. 59
4th Revised Sheet No. 60, canceling 3rd Revised Sheet No. 60
4th Revised Sheet No. 61, canceling 3rd Revised Sheet No. 61
4th Revised Sheet No. 66, canceling 3rd Revised Sheet No. 66
4th Revised Sheet No. 67, canceling 3rd Revised Sheet No. 67
4th Revised Sheet No. 68, canceling 3rd Revised Sheet No. 68
4th Revised Sheet No. 70, canceling 3rd Revised Sheet No. 70
4th Revised Sheet No. 71, canceling 3rd Revised Sheet No. 71
4th Revised Sheet No. 74, canceling 3rd Revised Sheet No. 74
4th Revised Sheet No. 76, canceling 3rd Revised Sheet No. 76
4th Revised Sheet No. 79, canceling 3rd Revised Sheet No. 79
4th Revised Sheet No. 80, canceling 3rd Revised Sheet No. 80
5th Revised Sheet No. 88, canceling 4th Revised Sheet No. 88
5th Revised Sheet No. 89, canceling 4th Revised Sheet No. 89
4th Revised Sheet No. 90, canceling 3rd Revised Sheet No. 90
5th Revised Sheet No. 91, canceling 4th Revised Sheet No. 91
5th Revised Sheet No. 92, canceling 4th Revised Sheet No. 92
3rd Revised Sheet No. 93, canceling 2nd Revised Sheet No. 93
5th Revised Sheet No. 95, canceling 4th Revised Sheet No. 95
4th Revised Sheet No. 103, canceling 3rd Revised Sheet No. 103
4th Revised Sheet No. 104, canceling 3rd Revised Sheet No. 104
Original Sheet No. 133

P.S.C. MO. No. 1, Electric Rules and Regulations

1st Revised Sheet No. R-1, canceling Original Sheet No. R-1
Original Sheet No. R-5.01
1st Revised Sheet No. R-20, canceling Original Sheet No. R-20
1st Revised Sheet No. R-27, canceling Original Sheet No. R-27
1st Revised Sheet No. R-34, canceling Original Sheet No. R-34
2nd Revised Sheet No. R-66, canceling 1st Revised Sheet No. R-66

2. Any additional responses or objections to the compliance tariffs shall be filed no later than June 8, 2011.

3. No later than June 8, 2011, the parties shall file a pleading stating KCP&L Greater Missouri Operations Company's short-term debt and any arguments why the "carrying costs" for the phased-in tariffs should not be equal to the short-term debt cost.

4. This order shall become effective on June 4, 2011.

BY THE COMMISSION



Steven C. Reed
Secretary

(S E A L)

Gunn, Chm., Clayton, Davis,
Jarrett, and Kenney, CC., concur.

Dippell, Deputy Chief Regulatory Law Judge