

Aquila Networks - MPS
12 Months Ended March 31, 2008
Per Books \$(000)

<u>Total Company Rate Base</u>	<u>Measurement Basis</u>	<u>12 Months Ended March 31, 2008</u>
Plant in Service		
Intangible	End of Period	251
Production - Steam	End of Period	373,170
Production - Other	End of Period	193,418
Transmission	End of Period	236,660
Distribution	End of Period	717,500
General	End of Period	<u>124,944</u>
Total Plant in Service		\$ 1,645,943
Reserve for Depreciation		
Intangible	End of Period	236
Production - Steam	End of Period	220,428
Production - Other	End of Period	35,751
Transmission	End of Period	76,626
Distribution	End of Period	265,301
General	End of Period	48,862
Total Reserve for Depreciation		<u>647,203</u>
Net Plant		998,741
Add		
Materials & Supplies	13 Mo Avg	27,043
Cash	From prior rate case including offsets	CWC (18,558)
Fuel Inventory	13 Mo Avg	24,351
Prepayments	13 Mo Avg	2,060
Other Regulatory Assets	End of Period	4,623
Less		
Customer Deposits	13 Mo Avg	(5,473)
Customer Advances	13 Mo Avg	(9,049)
Accumulated Deferred Income Taxes	End of Period	(102,812)
Other Regulatory Liabilities	End of Period	(3,546)
Other Items from Prior Rate Case	Per Rate Case method	<u>-</u>
Total Rate Base		\$ <u>917,380</u>
Net Operating Income		\$ 75,530
Return on Rate Base		8.23%

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FINANCIAL SURVEILLANCE MONITORING REPORT
CAPITAL STRUCTURE AND RATE OF RETURN

Overall Cost of Capital

	Amount	Percent	Cost	Weighted Cost
Long-Term Debt	\$ 492,114	52.16%	6.47%	3.37%
Short-Term Debt	-	0.00%		0.00%
Preferred Stock	-	0.00%		0.00%
Other	-	0.00%		0.00%
Common Equity	<u>451,430</u>	47.84%	10.25%	<u>4.90%</u>
Total Overall Cost of Capital	\$ 943,544	100.00%		8.28%

Based on Rate Case Rate of Return on Equity

Actual Earned Return on Equity

	Amount	Percent	Cost	Weighted Cost
Long-Term Debt	\$ 492,114	52.16%	6.47%	3.37%
Short-Term Debt	-	0.00%		0.00%
Preferred Stock	-	0.00%		0.00%
Other	-	0.00%		0.00%
Common Equity	<u>451,430</u>	47.84%	10.16%	<u>4.86%</u>
Total Overall Cost of Capital	\$ 943,544	100.00%		8.23%

Actual Rate of Return on Equity

Missouri Public Service
Quarter Ended and 12 Months Ended March 31, 2008
Per Books In Thousands
FINANCIAL SURVEILLANCE MONITORING REPORT
OPERATING INCOME STATEMENT

	Quarter Ended As of Qtr1	12 Months Ended As of March 2008
Operating Revenues:		
Sales to Residential, Commercial, & Industrial Customers		
Residential	\$ 60,045	\$ 261,914
Commercial	29,529	141,605
Industrial	8,374	40,699
Total of Sales to Residential, Commercial, & Industrial Customers	\$ 97,948	\$ 444,217
Other Sales to Ultimate Customers	6,734	31,433
Sales for Resale		
Off-System Sales	7,377	51,050
Other Sales for Resale	397	1,565
Provision for Refunds	-	-
Other Operating Revenues	2,437	9,715
Total Operating Revenues	\$ 114,893	\$ 537,980
Operating & Maintenance Expenses:		
Production Expenses		
Fuel Expense		
Native Load	23,770	103,705
Off-System Sales	328	2,712
Other Production-Operations	2,920	12,478
Other Production-Maintenance	4,020	16,057
Purchased Power-Energy		
Native Load	24,007	80,878
Off-System Sales	6,058	40,824
Purchased Power-Capacity	1,866	12,627
Total Production Expenses	62,969	269,281
Transmission Expenses	5,285	22,125
Distribution Expenses	5,312	21,722
Customer Accounts Expense	2,243	10,166
Customer Service & Informational Expenses	65	257
Sales Expenses	69	369
Administrative & General Expenses	17,883	51,873
Total Operating & Maintenance Expenses	\$ 93,826	\$ 375,792
Depreciation & Amortization Expense:		
Depreciation Expense	12,218	47,952
Amortization Expense	117	360
Decommissioning Expense	-	-
Other	-	-
Total Depreciation & Amortization Expense	12,335	48,312
Taxes Other than Income Taxes	4,177	12,925
Operating Income Before Income Tax	4,555	100,950
Income Taxes	(1,357)	25,420
Net Operating Income	\$ 5,912	\$ 75,530
Actual Cooling Degree Days	0	1,638
Normal Cooling Degree Days	0	1,325
Actual Heating Degree Days	2,949	5,336
Normal Heating Degree Days	2,737	5,249

MISSOURI PUBLIC SERVICE
12 Months Ended
March 31, 2008
FINANCIAL SURVEILLANCE MONITORING REPORT
Missouri Jurisdictional Allocation Factors

<u>Description</u>	<u>Allocation Factor</u>
Plant in Service	
Intangible	99.433%
Production - Steam	99.463%
Production - Other	99.463%
Transmission	99.463%
Distribution	99.433%
General	99.448%
Total Plant in Service	99.449%
Reserve for Depreciation	
Intangible	99.433%
Production - Steam	99.463%
Production - Other	99.463%
Transmission	99.463%
Distribution	99.433%
General	99.448%
Total Reserve for Depreciation	99.450%
Net Plant	
Materials & Supplies	99.453%
Cash	
Fuel Inventory	99.485%
Prepayments	99.448%
Other Regulatory Assets	99.385%
Customer Deposits	100.000%
Customer Advances	100.000%
Accumulated Deferred Income Taxes	99.448%
Other Regulatory Liabilities	99.454%
Other Items from Prior Rate Case	n/a
Operating Revenues	100.000%
Intercompany Revenues	100.000%
Production Expenses	
Fuel Expense	
Native Load	99.485%
Off System Sales	99.463%
Other Production Operations	99.484%
Other Production Maintenance	99.463%
Purchased Power-Energy	99.485%
Native Load	99.485%
Off System Sales	99.485%
Purchased Power-Capacity	99.463%
Total Production Expenses	99.482%
Transmission Expenses	99.463%
Distribution Expenses	99.433%
Customer Accounts Expense	100.000%
Customer Serv & Info Expense	100.000%
Sales Expense	100.000%
Administrative & General Expense	99.467%
Depreciation Expense	
Depreciation Expense	99.448%
Amortization Expense	99.448%
Taxes Other than Income Taxes	99.449%
Income Taxes	100.000%
Other Items	99.448%

MISSOURI PUBLIC SERVICE
Quarter Ended and 12 Months Ended 3/31/2008
Per Books
FINANCIAL SURVEILLANCE MONITORING REPORT

NOTES TO FINANCIAL SURVEILLANCE REPORT