

Aquila Networks - L&P
12 Months Ended December 31, 2007
Per Books \$(000)

<u>Total Company Rate Base</u>		<u>Measurement Basis</u>		<u>12 Months Ended 12/31/2007</u>	
Plant in Service					
	Intangible	End of Period		75	
	Production - Steam	End of Period		157,308	
	Production - Other	End of Period		17,289	
	Transmission	End of Period		32,159	
	Distribution	End of Period		172,181	
	General	End of Period		<u>41,839</u>	
	Total Plant in Service				\$ 420,851
Reserve for Depreciation					
	Intangible	End of Period		-	
	Production - Steam	End of Period		97,007	
	Production - Other	End of Period		16,903	
	Transmission	End of Period		19,417	
	Distribution	End of Period		75,223	
	General	End of Period		<u>15,077</u>	
	Total Reserve for Depreciation				<u>223,627</u>
Net Plant					197,224
Add					
	Materials & Supplies	13 Mo Avg			7,505
	Cash	From prior rate case including offsets	CWC		(8,102)
	Fuel Inventory	13 Mo Avg			9,050
	Prepayments	13 Mo Avg			1,647
	Other Regulatory Assets	End of Period			19,421
Less					
	Customer Deposits	13 Mo Avg			(1,021)
	Customer Advances	13 Mo Avg			(136)
	Accumulated Deferred Income Taxes	End of Period			(39,712)
	Other Regulatory Liabilities	End of Period			-
Other Items from Prior Rate Case		Per Rate Case method			<u>-</u>
Total Rate Base					<u>\$ 185,876</u>
Net Operating Income					10,930
Return on Rate Base					5.88%

Aquila Networks - L&P
12 Months Ended December 31, 2007
Per Books \$(000)
FINANCIAL SURVEILLANCE MONITORING REPORT
CAPITAL STRUCTURE AND RATE OF RETURN

Overall Cost of Capital

	Amount	Percent	Cost	Weighted Cost
Long-Term Debt	\$ 171,521	52.33%	7.78%	4.07%
Short-Term Debt	-	0.00%	0.00%	0.00%
Preferred Stock	-	0.00%	0.00%	0.00%
Other	-	0.00%	0.00%	0.00%
Common Equity	<u>156,229</u>	<u>47.67%</u>	10.25%	<u>4.89%</u>
Total Overall Cost of Capital	\$ 327,750	100.00%		8.96%
Based on Rate Case Rate of Return on Equity				

Actual Earned Return on Equity

	Amount	Percent	Cost	Weighted Cost
Long-Term Debt	\$ 171,521	52.33%	7.78%	4.07%
Short-Term Debt		0.00%	0.00%	0.00%
Preferred Stock	-		0.00%	0.00%
Other	-		0.00%	0.00%
Common Equity	<u>156,229</u>	<u>47.67%</u>	3.80%	<u>1.81%</u>
Total Overall Cost of Capital	\$ 327,750	100.00%		5.88%
Actual Rate of Return on Equity				

St. Joseph Light Power
Quarter Ended and 12 Months Ended
December 31, 2007
Per Books (IN THOUSANDS OF DOLLARS)
FINANCIAL SURVEILLANCE MONITORING REPORT
OPERATING INCOME STATEMENT

	Quarter Ended December 31, 2007	12 Months Ended December 31, 2007
Operating Revenues:		
Sales to Residential, Commercial, & Industrial Customers		
Residential	\$ 11,898	\$ 55,579
Commercial	9,236	40,607
Industrial	6,431	26,137
Total of Sales to Residential, Commercial, & Industrial Customers	\$ 27,566	\$ 122,322
Other Sales to Ultimate Customers	433	1,478
Sales for Resale		
Off-System Sales	2,272	7,134
Other Sales for Resale	-	-
Provision for Refunds	-	-
Other Operating Revenues	5,887	21,138
Total Operating Revenues	\$ 36,158	\$ 152,071
Operating & Maintenance Expenses:		
Production Expenses		
Fuel Expense		
Native Load	10,097	34,486
Off-System Sales	1,184	2,497
Other Production-Operations	2,052	8,763
Other Production-Maintenance	2,016	7,219
Purchased Power-Energy		
Native Load	3,547	30,779
Off-System Sales	127	2,139
Purchased Power-Capacity	2,403	9,562
Total Production Expenses	21,426	95,446
Transmission Expenses	1,467	6,286
Distribution Expenses	2,074	6,269
Customer Accounts Expense	701	2,600
Customer Service & Informational Expenses	36	142
Sales Expenses	16	84
Administrative & General Expenses	3,913	16,741
Total Operating & Maintenance Expenses	\$ 29,632	\$ 127,569
Depreciation & Amortization Expense:		
Depreciation Expense	2,913	11,845
Amortization Expense	16	52
Decommissioning Expense	-	-
Other	-	-
Total Depreciation & Amortization Expense	2,929	11,898
Taxes Other than Income Taxes	989	4,153
Operating Income Before Income Tax	2,608	8,451
Income Taxes	(2,146)	(2,479)
Net Operating Income	\$ 4,754	\$ 10,930
Actual Cooling Degree Days	57	1,654
Normal Cooling Degree Days	12	1,325
Actual Heating Degree Days	1,927	4,925
Normal Heating Degree Days	1,984	5,249

ST. JOSEPH LIGHT & POWER
12 Months Ended December 31, 2007
FINANCIAL SURVEILLANCE MONITORING REPORT
Missouri Jurisdictional Allocation Factors

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

ST. JOSEPH LIGHT & POWER
Quarter Ended and 12 Months Ended 12/31/07
Per Books
FINANCIAL SURVEILLANCE MONITORING REPORT

NOTES TO FINANCIAL SURVEILLANCE REPORT