BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

In the Matter of the Application of)		
Kaiser Farms Inc. for Approval)	File No.	
of a Change of Electrical Supplier.)		

APPLICATION

Applicant Kaiser Farms, Inc. (Kaiser) submits the following

Application for Approval of a Change of Electrical Suppliers at its Grain Bin location near the intersection of Highway 10 and County Road 177, six miles west of Carrollton on Highway 10, Carroll County, Missouri from Kansas City Power & Light, Greater Missouri Operation (GMO) to Farmers Electric Cooperative (FEC), and in support hereof states the following:

- 1. Kaiser is a Missouri Corporation in good standing with the Missouri Secretary of State, with office address of 30617 CR 211, Carrollton, MO 64633. A copy of its Certificate of Good Standing is attached hereto as Exhibit 1.
- 2. Kaiser operates a grain farming operation that includes a grain bin complex near the intersection of Highway 10 and County Road 177 six miles west of Carrollton on Highway 10.

3. Copies of all filings, pleadings, orders, or other matters filed in or issued in this docket can and should be served on the following counsel for Applicant, and Applicant:

Craig S. Johnson
Johnson and Sporleder, LLP
304 E. High, Suite 200
P.O. Box 1670
Jefferson City, MO 65102
(573)659-8734
(573)761-3587 fax
cj@cjaslaw.com

Attorney for Applicant

and to Kaiser Farms Inc.:

Glenn C. Kaiser Kaiser Farms Inc. 30617 CR 211 Carrollton, MO 64633

4. Applicant Kaiser is not a Missouri utility regulated by the Missouri Public service Commission. Kaiser therefore has no pending actions or final unsatisfied judgments or decisions against it from any state or federal agency or court that involve customer service or rates that have occurred within three years of the date of this Application. Likewise, Kaiser has no annual report or assessment fees which are overdue to this Commission.

- 5. In 2004 when Kaiser acquired the real estate upon which the grain bin operation is now located, it decided to locate the grain bin operation near the intersection of Highway 10 and County Road 177 because GMO, or its predecessor, had a 3 phase power line running along nearby Highway 10, which Kaiser believed would be available to supply electric power to supply and operate the conveyors, screws, elevators, fans, and dryers. Three phase power is better suited for operation of such facilities that single phase power.
- 6. After constructing 4 grain bins, Kaiser approached GMO and was informed that the three phase line along Highway 10 was dedicated to supplying power to the city of Norborne, and was unavailable to supply the grain bins. GMO informed Kaiser that construction of a three phase substation was not feasible, and recommended a single phase supply with the necessary equipment to convert single phase electric power supply to three phase to operate the equipment.
- 7. Kaiser agreed and installed, at its expense, three 50 horsepower phase converters to supply power to the four 50,000 bushel grain bins then located on the property in or shortly after 2004.

- 8. Kaiser's business plans now call for the erection of four additional 100,000 bushel grain bins, with conveyors, screws, elevators, fans, dryers, a 7,000 bushel-per-hour bucket elevator with supporting conveyors and screws, and a 1,500 bushel-per-hour grain dryer, at this same location.
- 9. Kaiser contacted GMO in the fall of 2011 with respect to providing additional single phase electric power supply to operate this additional equipment. Kaiser and GMO agreed that the existing single phase supply did not have the capacity for the increased demand in power supply, estimated to be 250% of the power supply previously needed. Kaiser and GMO explored alternatives in order to bring GMO 3 phase supply to this location. The only possibility provided by GMO was to run a three phase line back from the City of Norborne back to the grain bin site, which was initially estimated to cost \$750,000, which estimate was later revised to cost between \$450,000 to \$500,000. GMO and Kaiser agreed this was not feasible, and GMO verbally consented to releasing Kaiser's structures at the grain bin location from GMO's power supply if Kaiser could obtain three phase supply from Farmers Electric Cooperative (FEC), Chillicothe, Missouri.

- 10. At Kaiser's request, FEC studied Kaiser's site, power needs, and FEC facilities available from which to supply 3 phase power to Kaiser. FEC has agreed to extend three phase service to Kaiser at an estimated cost of \$63,796.29.
- 11. Pursuant to the provisions of §393.106 RSMo Kaiser hereby applies for a change of electric power suppliers from GMO to Farmers Electric Cooperative for the grain bin premises and structures identified above.
- 12. Granting this Application is in the public interest in that it will allow Kaiser to obtain a single electrical supplier, with a single three phase supply, sufficient to power and operate the four existing grain bins as well as the expansion of additional grain bins and related equipment that the existing single phase is incapable of supplying, without line or facility duplication at the Kaiser premises.
- 13. As set forth above, Kaiser desires a change of power suppliers for a reason other than a rate differential.
- 14. An affidavit of Kaiser verifying the facts and assertions set forth herein is attached hereto.

WHEREFORE, on the basis of the foregoing, Kaiser respectfully requests that the Commission grant Kaiser's change of power supplier

request set forth herein, together with all further order and relief as are necessary or convenient to this request.

/s/ Craig S. Johnson Craig S. Johnson MoBar # 28179 Johnson and Sporleder, LLP 304 E. High, Suite 200 P.O. Box 1670 Jefferson City, MO 65102 (573)659-8734 (573)761-3587 fax cj@cjaslaw.com

Attorney for Kaiser Farms Inc.

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of this pleading was electronically mailed to the General Counsel of the Commission, to the office of Public Counsel, to Roger Steiner for KCPL/GMO, and to Dana Macoubrie for Farmers Electric Cooperative this 8th day of May, 2012.

/s/ Craig S. Johnson Craig S. Johnson

VERIFICATION, Kaiser Farms Inc.

STATE OF MISSOURI)	
)	SS
COUNTY OF CARROLL)	

I, Glenn C. Kaiser, President of Kaiser Farms Inc., hereby verify and affirm that I have read the foregoing Application of Kaiser Farms Inc. for Approval of a Change of Electrical Supplier from Kansas City Power and Light, Greater Missouri Operations, to Farmers Electric Cooperative, and the statements contained therein are true and correct to the best of my knowledge, information, and belief.

Glenn C. Kaiser

Subscribed and sworn to before me this _____th day of _______, 2012.

Notary Public

My commission expires: 4 201



BRENDA MCCUMBER My Commission Expires June 4, 2013 Carroll County Commission #09809366

STATE OF MISSOURI



Robin Carnahan Secretary of State

CORPORATION DIVISION CERTIFICATE OF GOOD STANDING

I, ROBIN CARNAHAN, Secretary of the State of Missouri, do hereby certify that the records in my office and in my care and custody reveal that

KAISER FARMS, INC. 00230171

was created under the laws of this State on the 20th day of April, 1981, and is in good standing, having fully complied with all requirements of this office.

IN TESTIMONY WHEREOF, I have set my hand and imprinted the GREAT SEAL of the State of Missouri, on this, the 8th day of May, 2012

Secretary of State

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Certification Number: 14671924-1 Reference: Verify this certificate online at https://www.sos.mo.gov/businessentity/soskb/verify.asp