

**BEFORE THE PUBLIC SERVICE COMMISSION
STATE OF MISSOURI**

| | | |
|---|---|-------------------------------------|
| In the Matter of the Assessment Against the |) | |
| Public Utilities in the State of Missouri for the |) | <u>Case No. AO-2009-0445</u> |
| Expenses of the Commission for the Fiscal Year |) | |
| Commencing July 1, 2009. |) | |

**MOTION TO ESTABLISH CASE AND
ENTER ASSESSMENT ORDER**

COMES NOW the Staff of the Missouri Public Service Commission, by and through the Commission's General Counsel, and hereby advises the Commission as follows:

1. In order to assist the Commission in meeting the requirements of Section 386.370, RSMo 2008, for providing sufficient revenues to fund Commission operations, Staff has made an estimate of the expenses to be incurred by the Commission during the fiscal year commencing July 1, 2009, reasonably attributable to the regulation of public utilities as provided in Chapters 386, 392 and 393, RSMo.

2. Staff has determined that based upon the legislative appropriation for state FY 2010, the Commission's revenue need is \$19,193,564.

3. Staff has separately estimated the amount of expenses directly attributable to such regulation of each of the following groups of public utilities: electrical utilities, gas utilities, heating utilities, water utilities, sewer utilities and telephone utilities, as well as the amount of such expenses not directly attributable to any such group.

4. As provided by law, Staff subtracted from the need amount the Public Service Commission Fund's FY 2009 estimated unexpended balance of \$1,823,409, as allocated to each group of public utilities, noted above, in proportion to the respective

gross intrastate operating revenue of the respective groups during the calendar year of 2008. Staff also subtracted from the need amount the estimated reimbursement from the Federal Gas Safety program, \$313,807.

5. Staff has determined the amounts allocated to each such group of public utilities, net of said estimated unexpended fund balance and federal reimbursement as follows:

| | |
|--------------|----------------------|
| Electric | \$ 7,498,997 |
| Gas | \$ 4,291,111 |
| Heating | \$ 330,974 |
| Water | \$ 1,601,784 |
| Sewer | \$ 571,315 |
| Telephone | \$ 2,762,167 |
| TOTAL | \$ 17,056,348 |

6. Attached to this filing are three worksheets Staff prepared which detail the computations used to arrive at its estimates and the assessment calculations by public utility group.

7. Staff requests the Commission to direct its Budget and Fiscal Services Department to calculate the amount of assessment against each public utility for the next fiscal year. It further requests that the Commission direct its Director of Administration and Regulatory Policy to render a statement of such assessment to each public utility on or before July 1, 2009, pursuant to 386.370, RSMo 2008, with said assessment due and payable on or before July 15, 2009, or at the option of each public

utility, payable in equal quarterly installments on or before July 15, 2009, October 15, 2009, January 15, 2010, and April 15, 2010, as provided by law.

WHEREFORE, the Staff asks that the Commission open this case for the purpose of entering an Order with respect to the FY 2010 public utility assessments that adopts the cost estimates and assessment allocations contained in the worksheets prepared by Staff, directs the Commission's Budget and Fiscal Services Department to calculate the amount of assessment against each public utility, and further, directs its Director of Administration and Regulatory Policy to render a statement of each public utilities assessment to each utility on or before July 1, 2009.

Respectfully submitted,

/s/ Kevin A. Thompson
KEVIN A. THOMPSON
Missouri Bar Number 36288
General Counsel

Attorney for the Staff of the
Missouri Public Service Commission
P.O. Box 360
Jefferson City, MO 65102
573-751-6514 (Voice)
573-526-6969 (Fax)
kevin.thompson@psc.mo.gov

Certificate of Service

I hereby certify that copies of the foregoing have been mailed, hand-delivered, transmitted by facsimile or electronically mailed to all counsel of record this 24th day of June, 2009.

/s/ Kevin A. Thompson

MISSOURI PUBLIC SERVICE COMMISSION
FY 2010 ASSESSMENT
SUMMARY OF COST ALLOCATED TO TYPE OF UTILITY

| DIVISION/COST GROUP | TOTAL | ELECTRIC | GAS | HEATING | WATER | SEWER | TELEPHONE | COMMON |
|--|-----------------|-----------------|-----------------|--------------|---------------|-------------|-----------------|---------------|
| PUBLIC SERVICE COMMISSION | \$17,826,185 | \$3,918,538 | \$2,773,817 | \$283,700 | \$1,355,025 | \$531,659 | \$1,087,132 | \$7,876,314 |
| ECONOMIC DEVELOPMENT-COST ALLOCATION | \$302,890 | \$69,680 | \$46,460 | \$5,249 | \$25,739 | \$9,351 | \$19,031 | \$127,380 |
| OFFICE OF ADMINISTRATION-LEASES | \$853,790 | \$196,414 | \$130,961 | \$14,796 | \$72,553 | \$26,359 | \$53,646 | \$359,061 |
| OFFICE OF ADMINISTRATION-COST ALLOCATION | \$210,699 | | | | | | | \$210,699 |
| TOTAL | \$19,193,564 | \$4,184,632 | \$2,951,238 | \$303,745 | \$1,453,317 | \$567,369 | \$1,159,809 | \$8,573,454 |
| INTRASTATE REVENUE | \$8,707,526,102 | \$4,275,514,243 | \$2,133,238,982 | \$35,125,901 | \$191,522,294 | \$5,090,082 | \$2,067,034,600 | |
| PERCENT TO TOTAL | 100.0000% | 49.1014% | 24.4988% | 0.4034% | 2.1995% | 0.0585% | 23.7385% | |
| ALLOCATION OF COMMON | | \$4,209,683 | \$2,100,393 | \$34,585 | \$188,573 | \$5,012 | \$2,035,208 | (\$8,573,454) |
| TOTAL COSTS ALLOCATED | \$19,193,564 | \$8,394,315 | \$5,051,631 | \$338,330 | \$1,641,890 | \$572,381 | \$3,195,017 | |
| LESS: PSC FUND CASH BALANCE | \$1,823,409 | \$895,318 | \$446,713 | \$7,356 | \$40,106 | \$1,066 | \$432,850 | |
| LESS: EST. GAS SAFETY REIMB. | \$313,807 | | \$313,807 | | | | | |
| FISCAL YEAR 2010 ASSESSMENT | \$17,056,348 | \$7,498,997 | \$4,291,111 | \$330,974 | \$1,601,784 | \$571,315 | \$2,762,167 | |

ASSESSMENT % TO GROUP REVENUE
ASSESSMENT % TO TOTAL REVENUE
MAXIMUM ASSESSMENT TO REVENUE

0.1754% 0.2012% 0.9423% 0.8363% 11.2241% 0.1336%
0.1959%
\$21,768,815

MO PUBLIC SERVICE COMMISSION
FY-2010 ASSESSMENT
CALCULATION OF PSC ASSESSMENT

FISCAL YEAR 2010 APPROPRIATIONS/TRANSFERS/STATE CONTRIBUTIONS:

| | |
|--|--------------|
| PUBLIC SERVICE COMMISSION APPROPRIATION | \$12,980,329 |
| ECONOMIC DEVELOPMENT-COST ALLOCATION | \$302,890 |
| OFFICE OF ADMINISTRATION-COST ALLOCATION | \$210,699 |
| OFFICE OF ADMINISTRATION - LEASES | \$853,790 |
| OASDI | \$798,405 |
| STATE RETIREMENT, LTD INS & BASIC LIFE INS | \$1,428,780 |
| STATE MEDICAL INSURANCE | \$2,536,051 |
| DEFERRED COMPENSATION | \$67,620 |
| WORKER'S COMPENSATION | \$5,000 |
| UNEMPLOYMENT COMPENSATION | \$10,000 |

| | |
|--|----------------------------|
| TOTAL APPROPRIATIONS/TRANSFERS/STATE CONTRIBUTIONS | <u>\$19,193,564</u> |
| LESS: ESTIMATED CASH BALANCE - PSC FUND | (\$1,823,409) |
| ESTIMATED D.O.T. GAS SAFETY RECEIPTS | <u>(\$313,807)</u> |
| FISCAL YEAR 2010 PSC ASSESSMENT | <u><u>\$17,056,348</u></u> |

MO PUBLIC SERVICE COMMISSION
FY-2010 ASSESSMENT
PUBLIC SERVICE COMMISSION FUND
ESTIMATED CASH BALANCE JUNE 30, 2009

| | | |
|---|--------------|-------------------------------|
| CASH BALANCE AT JULY 1, 2008 | \$1,716,048 | |
| FY-2009 REVENUES | \$16,662,905 | |
| TOTAL CASH AVAILABLE | | \$18,378,954 |
| ACTUAL AND ESTIMATED EXPENDITURES/TRANSFERS/STATE CONTRIBUTIONS JULY 1, 2008 - JUNE 30, 2009 | | |
| PUBLIC SERVICE COMMISSION EXPENDITURES | \$11,585,042 | |
| ECONOMIC DEVELOPMENT-COST ALLOCATION | \$202,822 | |
| OFFICE OF ADMINISTRATION-COST ALLOCATION | \$196,727 | |
| OFFICE OF ADMINISTRATION-LEASES | \$866,451 | |
| OASDI | \$715,943 | |
| STATE RETIREMENT, LTD INS & BASIC LIFE INS | \$1,300,443 | |
| STATE MEDICAL INSURANCE | \$1,619,721 | |
| DEFERRED COMPENSATION | \$63,923 | |
| WORKER'S COMPENSATION | \$1,498 | |
| UNEMPLOYMENT COMPENSATION | \$2,974 | |
| TOTAL ESTIMATED EXPENDITURES/TRANSFERS/STATE CONTRIBUTIONS | | <u>\$16,555,545</u> |
| ESTIMATED CASH BALANCE 06/30/2009 | | <u><u>\$1,823,409</u></u> |

**BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF MISSOURI**

In the Matter of the Assessment Against the)
Public Utilities in the State of Missouri for the)
Expenses of the Commission for the Fiscal Year)
Commencing July 1, 2009)

Case No. AO-2009-0445

AFFIDAVIT OF HELEN DAVIS

STATE OF MISSOURI)
) ss
COUNTY OF COLE)

Helen Davis, of lawful age, on oath states that she has participated in the preparation of the foregoing Staff's Motion to Establish Case and Enter Assessment Order, and that such matters are true and correct to the best of her knowledge and belief.

Helen Davis
Helen Davis

Subscribed and sworn to before me this 24th day of June, 2009.

Nikki Senn
Notary Public

My commission expires *Oct 1, 2011*

