

**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, 2006 )

Case No. AO-2006-0490

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

COMES NOW the Staff of the Missouri Public Service Commission and states the following:

1. In order to assist the Commission in meeting the requirements of Section 386.370 RSMo 2005, 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, 2006, 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 2007, the Commission's revenue need is \$17,695,619.

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 2006 estimated unexpended balance of \$2,043,507, 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 2005. Staff also subtracted from the need amount the estimated reimbursement from the Federal Gas Safety program.

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	\$ 5,955,985
Gas	\$ 3,967,583
Heating	\$ 97,036
Water	\$ 956,096
Sewer	\$ 324,117
Telephone	\$ 4,061,895
<b>TOTAL</b>	<b>\$ 15,362,712</b>

6. Attached to this filing as Attachment A, 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 to render a statement of such assessment to each public utility on or before July 1, 2006, pursuant to 386.370 RSMo 2005, with said assessment due and payable on or before July 15, 2006, or at the option of each public utility, payable in equal quarterly installments on or before July 15, 2006, October 15, 2006, January 15, 2007 and April 15, 2007, 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 2007 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 to render a statement of each public utilities assessment to each utility on or before July 1, 2006.

Respectfully submitted,

/s/ Robert V. Franson

Robert V. Franson

Senior Counsel

Missouri Bar No. 34643

Attorney for the Staff of the  
Missouri Public Service Commission  
P. O. Box 360

Jefferson City, MO 65102

(573) 751-6651 (Telephone)

(573) 751-9285 (Fax)

robert.franson@psc.mo.gov

#### **Certificate of Service**

I hereby certify that copies of the foregoing have been mailed, hand-delivered, transmitted by facsimile or e-mailed to all counsel of record this 23<sup>rd</sup> day of June 2006.

/s/ Robert V. Franson

MISSOURI PUBLIC SERVICE COMMISSION  
FY 2007 ASSESSMENT  
SUMMARY OF COST ALLOCATED TO TYPE OF UTILITY

DIVISION/COST.GROUP	TOTAL	ELECTRIC	GAS	HEATING	WATER	SEWER	TELEPHONE	COMMON
PUBLIC SERVICE COMMISSION	\$16,109,193	\$2,597,800	\$2,503,746	\$78,076	\$746,780	\$293,203	\$1,992,602	\$7,896,986
ECONOMIC DEVELOPMENT-COST ALLOCATION	\$437,560	\$77,319	\$75,633	\$2,225	\$23,271	\$9,129	\$59,815	\$190,168
OFFICE OF ADMINISTRATION-LEASES	\$895,292	\$158,202	\$154,752	\$4,553	\$47,615	\$18,678	\$122,387	\$389,105
OFFICE OF ADMINISTRATION-COST ALLOCATION	\$253,574							\$253,574
TOTAL	\$17,695,619	\$2,833,321	\$2,734,131	\$84,854	\$817,666	\$321,010	\$2,174,804	\$8,729,833
INTRASTATE REVENUE	\$8,411,947,987	\$3,928,567,885	\$1,915,873,912	\$15,326,103	\$174,155,245	\$3,909,550	\$2,374,115,292	
PERCENT TO TOTAL	100.0000%	46.7022%	22.7756%	0.1822%	2.0703%	0.0465%	28.2231%	
ALLOCATION OF COMMON		\$4,077,027	\$1,988,274	\$15,905	\$180,737	\$4,057	\$2,463,833	(\$8,729,833)
TOTAL COSTS ALLOCATED	\$17,695,619	\$6,910,348	\$4,722,405	\$100,759	\$998,403	\$325,067	\$4,638,637	
LESS: PSC FUND CASH BALANCE	\$2,043,507	\$954,363	\$465,422	\$3,723	\$42,307	\$950	\$576,742	
LESS: EST. GAS SAFETY REIMB.	\$289,400		\$289,400					
FISCAL YEAR 2007 ASSESSMENT	\$15,362,712	\$5,955,985	\$3,967,583	\$97,036	\$956,096	\$324,117	\$4,061,895	

ASSESSMENT % TO REVENUE	0.1826%	0.1516%	0.2071%	0.6331%	0.5490%	8.2904%	0.1711%
MAXIMUM ASSESSMENT TO REVENUE	\$21,029,870						

MO PUBLIC SERVICE COMMISSION  
FY-2007 ASSESSMENT  
CALCULATION OF PSC ASSESSMENT

FISCAL YEAR 2007 APPROPRIATIONS/TRANSFERS/STATE CONTRIBUTIONS:

PUBLIC SERVICE COMMISSION APPROPRIATION	\$12,328,805
ECONOMIC DEVELOPMENT-COST ALLOCATION	\$437,560
OFFICE OF ADMINISTRATION-COST ALLOCATION	\$253,574
OFFICE OF ADMINISTRATION - LEASES	\$895,292
OASDI	\$749,324
STATE RETIREMENT, LTD INS & BASIC LIFE INS	\$1,345,355
STATE MEDICAL INSURANCE	\$1,625,709
DEFERRED COMPENSATION	\$45,000
WORKER'S COMPENSATION	\$5,000
UNEMPLOYMENT COMPENSATION	\$10,000

TOTAL APPROPRIATIONS/TRANSFERS/STATE CONTRIBUTIONS	<u>\$17,695,619</u>
LESS: ESTIMATED CASH BALANCE - PSC FUND	(\$2,043,507)
ESTIMATED D.O.T. GAS SAFETY RECEIPTS	<u>(\$289,400)</u>
FISCAL YEAR 2007 PSC ASSESSMENT	<u><u>\$15,362,712</u></u>

MO PUBLIC SERVICE COMMISSION  
FY-2007 ASSESSMENT  
PUBLIC SERVICE COMMISSION FUND  
ESTIMATED CASH BALANCE JUNE 30, 2006

CASH BALANCE AT JULY 1, 2005	\$2,978,284	
FY-2006 REVENUES	\$14,101,302	
 TOTAL CASH AVAILABLE		 \$17,079,586
 ACTUAL AND ESTIMATED EXPENDITURES/TRANSFERS/STATE CONTRIBUTIONS JULY 1, 2005 - JUNE 30, 2006		
PUBLIC SERVICE COMMISSION EXPENDITURES	\$10,398,087	
ECONOMIC DEVELOPMENT-COST ALLOCATION	\$375,541	
OFFICE OF ADMINISTRATION-COST ALLOCATION	\$249,380	
OFFICE OF ADMINISTRATION-LEASES	\$786,308	
OASDI	\$630,122	
STATE RETIREMENT, LTD INS & BASIC LIFE INS	\$1,145,310	
STATE MEDICAL INSURANCE	\$1,386,327	
DEFERRED COMPENSATION	\$44,521	
WORKER'S COMPENSATION	\$8,038	
UNEMPLOYMENT COMPENSATION	\$12,445	
 TOTAL ESTIMATED EXPENDITURES/TRANSFERS/STATE CONTRIBUTIONS		 \$15,036,079
 ESTIMATED CASH BALANCE 06/30/2006		 \$2,043,507

**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, 2006 )

Case No. AO-2006-0490

**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 23<sup>rd</sup> day of June, 2006.

*Rosemary R. Robinson*  
Notary Public

My commission expires 9-23-2008

