MEMORANDUM

TO:	Missouri Public Service Commission Official Case File	
	Case No. ER-2007-0004	
	File No. YE-2007-0847	
	Aquila, Inc., d/b/a Aquila Networks - MPS and Aquila Networks - L&P	
FROM:	James Watkins, Project Coordinator	
	Mack McDuffey, Rate & Tariff Examiner II	
	/s/ James C. Watkins	/s/ Nathan Williams
	Project Coordinator/Date	General Counsel's Office/Date
SUBJECT:	Staff Recommendation For Approval Of Base Rate Tariff Sheets Filed To Comply With	
	The Commission's April 12, 2007 Order Approving Stipulation and Agreement As To	
	Certain Issues and Commission's May 17, 2007 Report and Order	

DATE: May 23, 2007

On May 21, 2007, Aquila, Inc., d/b/a Aquila Networks - MPS and Aquila Networks - L&P (Aquila) filed with the Commission sixty-two (62) rate tariff sheets with an issue date of May 21, 2007, and a proposed effective date of June 20, 2007. On May 23, 2007, Aquila filed two (2) substitute tariff sheets, Sheet No. 30 and Sheet No. 33 to replace two sentences that had been removed from the current tariff sheets by Company. Aquila agrees with Staff that changes proposed by the Company on revised tariff sheets 30 and 33, which were intended to eliminate certain inconsistencies and ambiguities, are not appropriate. The first fifty-nine (59) of those sheets are the "base rate" tariff sheets. The last three (3) are the Fuel Adjustment Clause. Aquila also filed its Revised And Amended Motion For Expedited Consideration And Approval Of Tariff Sheets Filed In Compliance With Commission Report and Order. These tariff sheets are designed to comply with the Commission's May 17, 2007 Report and Order (Order), as authorized in Ordered Paragraph 4. states, "Aquila shall file proposed electric service tariff sheets in compliance with this Report and Order no later than midnight on May 20, 2007."

The Missouri Public Service Commission Energy Department Staff (Staff) has reviewed the filed tariff sheets and is of the opinion that only the "base rate" tariff sheets are in compliance with the Commission's Order as related in the General Counsel's Office cover pleading. Staff therefore recommends that the Commission approve only the following proposed tariff sheets, as filed on May 21, 2007, and substituted on May 23, 2007, to become effective on May 31, 2007:

Aquila Networks – L&P and – MPS, P.S.C. MO. No. 1, Electric Rates

3rd Revised Sheet No. 2, Canceling 2nd Revised Sheet No. 2 2nd Revised Sheet No. 18, Canceling 1st Revised Sheet No. 18 2nd Revised Sheet No. 19, Canceling 1st Revised Sheet No. 19 2nd Revised Sheet No. 21, Canceling 1st Revised Sheet No. 21 2nd Revised Sheet No. 22, Canceling 1st Revised Sheet No. 22 2nd Revised Sheet No. 23, Canceling 1st Revised Sheet No. 23

MO PSC CASE NO. ER-2007-0004 OFFICIAL CASE FILE MEMORANDUM Page 2 of 3

2nd Revised Sheet No. 24, Canceling 1st Revised Sheet No. 24 2nd Revised Sheet No. 25, Canceling1st Revised Sheet No. 25 2nd Revised Sheet No. 28, Canceling 1st Revised Sheet No. 28 2nd Revised Sheet No. 29, Canceling 1st Revised Sheet No. 29 2nd Revised Sheet No. 30, Canceling 1st Revised Sheet No. 30 2nd Revised Sheet No. 31, Canceling 1st Revised Sheet No. 31 2nd Revised Sheet No. 33, Canceling 1st Revised Sheet No. 33 2nd Revised Sheet No. 34, Canceling 1st Revised Sheet No. 34 2nd Revised Sheet No. 35, Canceling 1st Revised Sheet No. 35 1st Revised Sheet No. 36, Canceling Original Sheet No. 36 2nd Revised Sheet No. 41, Canceling 1st Revised Sheet No. 41 2nd Revised Sheet No. 42, Canceling 1st Revised Sheet No. 42 2nd Revised Sheet No. 43, Canceling 1st Revised Sheet No. 43 2nd Revised Sheet No. 44, Canceling 1st Revised Sheet No. 44 1st Revised Sheet No. 46, Canceling Original Sheet No. 46 2nd Revised Sheet No. 47, Canceling 1st Revised Sheet No. 47 2nd Revised Sheet No. 48, Canceling1st Revised Sheet No. 48 1st Revised Sheet No. 49, Canceling Original Sheet No. 49 2nd Revised Sheet No. 50. Canceling 1st Revised Sheet No. 50 2nd Revised Sheet No. 51, Canceling 1st Revised Sheet No. 51 2nd Revised Sheet No. 52, Canceling 1st Revised Sheet No. 52 2nd Revised Sheet No. 53, Canceling 1st Revised Sheet No. 53 2nd Revised Sheet No. 54, Canceling 1st Revised Sheet No. 54 2nd Revised Sheet No. 55, Canceling 1st Revised Sheet No. 55 2nd Revised Sheet No. 56, Canceling 1st Revised Sheet No. 56 2nd Revised Sheet No. 57, Canceling 1st Revised Sheet No. 57 1st Revised Sheet No. 58, Canceling Original Sheet No. 58 2nd Revised Sheet No. 59, Canceling 1st Revised Sheet No. 59 2nd Revised Sheet No. 60, Canceling 1st Revised Sheet No. 60 2nd Revised Sheet No. 61, Canceling 1st Revised Sheet No. 61 2nd Revised Sheet No. 66, Canceling 1st Revised Sheet No. 66 2nd Revised Sheet No. 67, Canceling1st Revised Sheet No. 67 2nd Revised Sheet No. 68, Canceling 1st Revised Sheet No. 68 1st Revised Sheet No. 69, Canceling Original Sheet No. 69 2nd Revised Sheet No. 70, Canceling 1st Revised Sheet No. 70 2nd Revised Sheet No. 71, Canceling 1st Revised Sheet No. 71 2nd Revised Sheet No. 74, Canceling 1st Revised Sheet No. 74 2nd Revised Sheet No. 76, Canceling 1st Revised Sheet No. 76 2nd Revised Sheet No. 79, Canceling 1st Revised Sheet No. 79 2nd Revised Sheet No. 80, Canceling 1st Revised Sheet No. 80 1st Revised Sheet No. 82, Canceling Original Sheet No. 82 2nd Revised Sheet No. 88, Canceling 1st Revised Sheet No. 88 2nd Revised Sheet No. 89, Canceling 1st Revised Sheet No. 89 2nd Revised Sheet No. 90, Canceling 1st Revised Sheet No. 90 2nd Revised Sheet No. 91, Canceling 1st Revised Sheet No. 91

MO PSC CASE NO. ER-2007-0004 OFFICIAL CASE FILE MEMORANDUM Page 3 of 3

2nd Revised Sheet No. 92, Canceling 1st Revised Sheet No. 92 1st Revised Sheet No. 94, Canceling Original Sheet No. 94 2nd Revised Sheet No. 95, Canceling 1st Revised Sheet No. 95 2nd Revised Sheet No. 97, Canceling 1st Revised Sheet No. 97 2nd Revised Sheet No. 99, Canceling 1st Revised Sheet No. 99 2nd Revised Sheet No. 100, Canceling 1st Revised Sheet No. 100 2nd Revised Sheet No. 103 Canceling 1st Revised Sheet No. 103 2nd Revised Sheet No. 104, Canceling 1st Revised Sheet No. 104

The Staff recommends that the Commission reject the following tariff sheets, as filed on May 21, 2007:

<u>Aquila Networks – L&P and – MPS, P.S.C. MO. No. 1, Electric Rates</u> Original Sheet No. 124 Original Sheet No. 125 Original Sheet No. 126

The Staff has verified that Aquila has filed its 2006 annual report and is not delinquent on any assessment. Staff is not aware of any other matter before the Commission that affects or is affected by this filing.