

STATE OF MISSOURI  
PUBLIC SERVICE COMMISSION  
Jefferson City, Missouri

February 20, 1987

CASE NO. AO-87-48

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Richard W. French, First Asst. Public Counsel, PO Box 7800, Jefferson City, MO 65102  
Gerald Hill, Dir. Rates, General Waterworks Management & Service Co., 950 Havenford Road,  
Bryn Mawr, PA 19010

Enclosed find certified copy of ORDER in the above-numbered case.

Sincerely,

*Harvey G. Hubbs*

Harvey G. Hubbs  
Secretary

uncertified copy:

John Low, Manager, West Fork Project, ASARCO, Inc., PO Box 116, Bunker, MO 63629  
Richard Wrench, Treasurer, Great River Gas Co., PO Box 967, Keokuk, Iowa 62632  
Timothy M. Rush, Manager, Rates & Market Research, St. Joseph Light and Power Co.,  
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Jack Krokroskia, Vice President of Mining, Doe Run Company, Box 500, Viburnum, MO 65566

STATE OF MISSOURI  
PUBLIC SERVICE COMMISSION

At a Session of the Public Service  
Commission held at its office  
in Jefferson City on the 20th  
day of February, 1987.

CASE NO. AO-87-48

In the matter of the investigation  
of the revenue effects upon  
Missouri utilities of the Tax  
Reform Act of 1986.

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ORDER

On February 4, 1987, Union Electric Company filed a Motion requesting a waiver from the filing of the 1986 calendar year data for its electric business. In support of its Motion, the Company states that Staff auditors are at the Company's offices compiling a 1986 cost of service study for the Company's electric operations and if the Company files the 1986 cost study on March 2, 1987, it would simply duplicate the work now being done by Staff. On February 13, 1987, Staff filed a Motion stating it has no objection to the Company's request for waiver.

The Commission determines that the Union Electric Company's Motion for waiver should be granted.

On February 9, 1987, Arkansas Power & Light Company filed its Motion requesting that it be relieved of the obligation to file the 1986 data which is currently due on March 2, 1987. In support of its Motion the Company states that the December 15, 1986 filing was based on cost of service data for the twelve months ending June, 1986, and there will be no cost changes between June, 1986 and December 1986, which could significantly change the estimated tax savings.

On February 19, 1987, the Staff of the Commission filed its "Response to Motion" opposing Arkansas Power & Light Company's request on the ground that the 1986

information should encompass the entire year since the data will include eight months of rates implemented as a result of the Company's last rate case. In addition, Staff states the December 15, 1986 filing did not reflect the use of the one CP allocation method ordered by the Commission in the Company's last rate case.

Having reviewed the Arkansas Power & Light Company's request and the Staff's response the Commission concludes that Arkansas Power & Light Company's request should be denied.

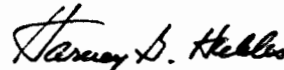
It is, therefore,

ORDERED: 1. That the Union Electric Company be, and it is, hereby granted a waiver from filing the 1986 cost information for its electric operations.

ORDERED: 2. That the Motion filed by Arkansas Power & Light Company on February 9, 1987 be, and it is, hereby denied. On or before March 2, 1987, the Company shall file the information prescribed by the Commission in this docket showing the revenue requirement impact of the Tax Reform Act on its 1986 Missouri jurisdictional operations.

ORDERED: 3. That this Order shall become effective on the date hereof.

BY THE COMMISSION



Harvey G. Hubbs  
Secretary

(S E A L)

Steinmeier, Chm., Mueller, Hendren,  
and Fischer, CC., Concur.  
Musgrave, C., Absent.

CASE NO. A0-87-48WAS

Chairman

absent

Commissioner

AGU

Commissioner

CBH

Commissioner

JM

Commissioner

E1-02/82

STATE OF MISSOURI

OFFICE OF THE PUBLIC SERVICE COMMISSION

I have compared the preceding copy with the original  
on file in this office and I do hereby certify the same to be  
a true copy therefrom and the whole thereof.

WITNESS my hand and seal of the Public Service Commission  
at Jefferson City, this 20th day of February, 1987.

Harvey G. Hubbs

Harvey G. Hubbs

Secretary