STATE OF MISSOURI PUBLIC SERVICE COMMISSION



At a session of the Public Service Commission held at its office in Jefferson City on the 13th day of December, 1991.

In the matter of the application of The Kansas Power)	
and Light Company and KCA Corporation for approval)	
of the acquisition of all classes of the capital)	
stock of Kansas Gas and Electric Company, to merge)	CASE NO. EM-91-213
with Kansas Gas and Electric Company, to issue stock)	
and incur debt obligations.)	

ORDER ADOPTING STAFF'S SUGGESTION AND CLOSING DOCKET

On December 6, 1991, Kansas Power and Light Company (KPL) and the Commission's Staff (Staff) filed pleadings proposing procedural schedules for the Commission's consideration of a tracking system or other device adequate to prevent nonmerger savings from seeping into a pool of merger savings which might be shared between KPL's ratepayers and shareholders. One of Staff's suggestions is that this issue be decided in KPL's next rate case. In responsive pleadings filed December 9, 1991, by KPL and the Office of the Public Counsel (OPC), OPC supports and KPL does not oppose, this suggestion of Staff.

Based upon these pleadings, the Commission determines that Staff's suggestion should be adopted, to forego consideration of this issue in this docket. If KPL wishes to have the possibility of receiving a share of the merger savings it may use a system it considers appropriate for excluding nonmerger savings from the pool of savings which might be shared and present that approach to the Commission in its next rate case complete with the amounts to be shared. At that time the Commission will consider whether the device employed by KPL is sufficiently foolproof to permit sharing of merger savings with shareholders.

Since no further issues remain to be resolved in this case, the Commission will close this docket.

IT IS THEREFORE ORDERED:

- 1. That the suggestion of the Commission's Staff as outlined herein be adopted hereby.
 - 2. That this docket be closed hereby.
- That this order shall become effective on the 24th day of December,
 1991.

BY THE COMMISSION

Brent Stewart
Executive Secretary

(SEAL)

Mueller, Rauch and Perkins, CC., Concur. McClure, C., Dissents. Steinmeier, Chm., Absent.