## STATE OF MISSOURI PUBLIC SERVICE COMMISSION

At a Session of the Public Service Commission held at its office in Jefferson City on the 23rd day of July, 1993.

In the matter of St. Joseph Light & Power Company's proposed tariffs to increase rates for electric service provided to customers in the Missouri service area of the Company.	) ) )	Case	No.	ER-93-41
The Staff of the Missouri Public Service Commission,	)			
Complainant,	)			
vs.	)	Case	No.	EC-93-252
St. Joseph Light & Power Company, a Missouri corporation,	) )			
Respondent.	)			

## ORDER DENYING REHEARING IN PART AND CLARIFYING IN PART

On June 25, 1993, the Commission issued its Report and Order, with an effective date of July 5, 1993, in this proceeding. On July 1, 1993, SJLPC filed an Application for Rehearing and Request for Modification. On July 2, 1993, the Staff of the Missouri Public Service Commission (Staff) filed an Application for Reconsideration and Clarification, and the Office of the Public Counsel (Public Counsel) filed an Application for Rehearing. On July 8, 1993, AG Processing, Inc. (AG) filed a response to Staff's Application for Reconsideration and Clarification. Having considered the arguments set forth by SJLPC, Public Counsel and Staff in their Applications for Rehearing and Reconsideration, the Commission determines, pursuant to Section 386.500, RSMo 1986, that none of the parties have offered sufficient reason for rehearing on any issues raised in their respective Applications. The Commission, therefore, determines that the Applications for Rehearing and Reconsideration of SJLPC, Public Counsel and Staff should be denied.

Furthermore, having considered the arguments SJLPC set forth in requesting modification of the Report and Order, the Commission determines that clarification as to its determination of the issues relating to FAS 106 and allocations is indicated. In setting forth the provisions of GO-93-201 in its Report and Order on page 29, the Commission is inviting the proposal of other external funding sources for the treatment of FAS 106. The Commission does not wish to limit any utility from proposing innovative or creative external funding sources for Commission consideration of FAS 106 treatment in future proceedings. In addition, in authorizing SJLPC to install integrated steam volume flow meters, the Commission is granting SJLPC recovery of the funds expended to purchase and install these meters in its next rate proceeding. The Commission had no intention of invading the corporate management of SJLPC. The Commission continues to be of the opinion that the installation of these meters will aid in the determination of the appropriate allocation of cost between SJLPC's electric and steam customers. Moreover, the Commission is of the opinion that it behooves SJLPC to install such meters in order that the appropriate allocation of costs can be assigned to its electric and steam customers.

Except as to the clarifications set forth above, the Commission determines that the Application for Rehearing and Modification of SJLPC, the Application for Reconsideration and Clarification of Staff, and the Application for Rehearing of Public Counsel should be denied pursuant to Section 386.500, RSMO 1986.

## IT IS THEREFORE ORDERED:

- 1. That the Application for Rehearing and Modification filed by St. Joseph Light & Power Company is denied in part and clarified in part.
- 2. That the Application for Reconsideration and Clarification filed by the Staff of the Missouri Public Service Commission is denied.

- 3. That the Application for Rehearing filed by the Office of the Public Counsel is hereby denied.
  - 4. That this order shall become effective on the date hereof.

BY THE COMMISSION

Brent Stewart Executive Secretary

(SEAL)

Mueller, Chm., McClure, Perkins, and Kincheloe, CC., Concur. Crumpton, C., Not participating.