



Missouri Public Service Commission

Area Code 314
751-3234

November 3, 1986

P.O. BOX 360
JEFFERSON CITY
MISSOURI 65102

Commissioners:

WILLIAM D. STEINMEIER

Chairman

CHARLOTTE MUSGRAVE

ALLAN G. MUELLER

CONNIE B. HENDREN

JAMES M. FISCHER

ROBERT J. SCRIBNER

Staff Director

HARVEY G. HUBBS

Secretary

WILLIAM C. HARRELSON

General Counsel

Mr. Harvey G. Hubbs

Secretary

Missouri Public Service Commission

P.O. Box 360

Jefferson City, Missouri 65102

Re: Case No. HO-86-139 - In the matter of the investigation of
steam service rendered by Kansas City Power & Light
Company.

Dear Mr. Hubbs:

Enclosed for filing in the above-captioned case is an
original and fourteen (14) copies of Staff's Recommendation
Concerning Test Year and True-Up. Copies have been sent this
date to all parties of record.

Thank you for your cooperation in this matter.

Sincerely yours,

Mary Ann Young
Mary Ann Young
Deputy General Counsel

MAY:nsh

Enclosures

cc: All parties of record

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PUBLIC SERVICE COMMISSION

BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF MISSOURI

In the matter of the investigation)
of steam service rendered by) Case No. HO-86-139
Kansas City Power & Light Company)

STAFF'S RECOMMENDATION CONCERNING TEST YEAR AND TRUE-UP

Pursuant to the Commission's August 25, 1986 Order, Staff hereby presents its recommendation concerning test year and true-up in the above-referenced proceeding:

1. In its filing of September 26, 1986, KCPL recommended use of calendar year 1985 "as adjusted in its direct filing" as the test year in this case. Staff believes use of calendar year 1985 data as a starting point is appropriate; therefore, Company and Staff will be using the same base case data. However, that data should be updated for known and measurable changes, and those changes cannot be specifically identified at this early point in the Staff's audit. To the extent such changes occur and can be identified before Staff files its direct testimony, that will be done. If such changes occur after our direct filing and before the operation of law date, Staff will address them in the context of subsequent testimony or true-up.

2. Regarding true-up, the Staff does not anticipate at this time the necessity of a true-up; however, we would reserve the right to present such a need in our prefiled testimony if it should arise.

WHEREFORE, Staff recommends the test year in this case be calendar year 1985, adjusted for known and measurable changes as appropriate and that no true-up audit be ordered at this time.

Respectfully submitted,

Mary Ann Young
Mary Ann Young
Deputy General Counsel

Attorney for the Staff of the
Missouri Public Service Commission
P.O. Box 360
Jefferson City, Missouri 65102
(314) 751-7499

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Mary Ann Young