

At a Session of the Public Service Commission held at its office in Jefferson City on the 23rd day of November, 1987.

CASE NO. EO-85-185

In the matter of Kansas City Power & Light Company of Kansas City, Missouri, for authority to file tariffs increasing rates for electric service provided to customers in the Missouri service area of the Company, and the determination of in-service criteria for Kansas City Power & Light Company's Wolf Creek Generating Station and Wolf Creek rate base and related issues.

CASE NO. EO-85-224

In the matter of Kansas City Power & Light Company, a Missouri corporation, for determination of certain rates of depreciation.

ORDER APPROVING JOINT RECOMMENDATION

On November 6, 1987, a Joint Recommendation was executed by Kansas City Power & Light Company (KCPL), Staff of the Missouri Public Service Commission (Staff), Office of the Public Counsel (Public Counsel), Department of Energy (DOE), the City of Kansas City, Missouri, Arneo Inc., et al, The Kansas Power and Light Company, General Motors Corporation, et al., and Missouri Retailers Association. The Joint Recommendation involves a proposed alteration to KCPL's phase-in plan which the Commission established by Report and Order issued April 23, 1986, and modified by Session Order issued April 1, 1987.

The Joint Recommendation adequately sets forth all procedural and factual matters in this case and is set forth in Appendix A attached hereto and incorporated herein by reference.

KCPL is a public utility subject to the jurisdiction of this Commission pursuant to Chapters 386 and 393, RSMo 1986. For ratemaking purposes, the Commission may accept a Joint Recommendation in settlement of any matters submitted by the parties. The Commission is of the opinion that the matters of agreement between the parties in this case are reasonable and proper and should be adopted.

It is, therefore,

ORDERED: 1. That the Joint Recommendation referred to herein is approved and adopted and Kansas City Power & Light Company's phase-in plan is hereby modified pursuant to the terms of the Joint Recommendation.

ORDERED: 2. That the phase-in accrual of deferred revenues net of taxes as authorized and approved by this Commission in the instant case shall end as of September 30, 1987, and there shall be no additional phase-in accrual of deferred revenues net of taxes after that date.

ORDERED: 3. That the phase-in accrual shall accumulate carrying charges at the rate of return on investment as authorized in the instant case during the period September 30, 1987 through December 31, 1988, whereupon all carrying charges on this accrual shall cease. The balance of the phase-in accrual and carrying charges as of January 1, 1989, shall earn a return through rate base inclusion and be recovered in revenues through amortization over a five-year period from that date.

ORDERED: 4. That Kansas City Power & Light Company shall withdraw all of its filed phase-in tariffs which have proposed effective dates subsequent to May 5, 1988.

ORDERED: 5. That Kansas City Power & Light Company shall cease submitting to the Staff monthly surveillance reports, and in their stead shall provide reports as set forth in paragraph 4 of the Joint Recommendation.

ORDERED: 6. That this Order shall become effective on the date hereof.

BY THE COMMISSION

Harvey G. Hubbs

Harvey G. Hubbs
Secretary

(S E A L)

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