

STATE OF MISSOURI  
PUBLIC SERVICE COMMISSION

At a session of the Public Service  
Commission held at its office  
in Jefferson City on the 5th  
day of February, 1992.

In the matter of the application of Kansas City )  
Power & Light Company for a waiver of the Fuel ) CASE NO. EO-92-87  
Inventory Notification Requirements in )  
4 CSR 240-20.080(3)(D). )

ORDER CONDITIONALLY GRANTING WAIVER

On November 1, 1991, Kansas City Power & Light Company (KCPL) requested that the Commission waive Section (3)(D) of the Commission's Rule, 4 CSR 240-20.080, requiring electrical corporations to report certain events to the Commission's Staff (Staff). Section (3)(D) requires an electrical corporation to notify Staff if a generating plant's coal inventories fall below a 30-day supply or its oil supplies fall below 50 percent of normal levels. Specifically, KCPL requests that it be required to notify the Staff of inventory levels only when its coal and oil inventories fall below the thresholds in the rule on a systemwide basis rather than on a plant-by-plant basis.

In support of its request KCPL states that the requested waiver would allow it to retain its coal inventory management strategy which is designed to minimize costs while maintaining acceptable levels of risk as to the amount of coal inventories on hand.

Staff, in its memorandum filed in this case, recommends unqualified approval of KCPL's request regarding the reporting of oil inventory but recommends the Commission waive the requirements on reporting of coal inventories only on condition that KCPL be directed to include in a monthly report to Staff its targeted coal inventories for each generating plant; report immediately when a generating plant's coal inventories fall below a 20-day supply; and report if coal inventories at any generating plant fall below 50 percent of targeted

levels. KCPL has filed a response to Staff's recommendation requesting that the Commission approve its application as modified by Staff's recommendation.

Based upon the application filed herein, Staff's recommendation and KCPL's response, the Commission determines that KCPL's request for a waiver of the requirements of Section (3)(D) of the Commission's Rule, 4 CSR 240-20.080, should be granted conditionally as recommended by Staff.

IT IS THEREFORE ORDERED:

1. That Kansas City Power & Light Company be granted hereby a waiver of the requirements of the Commission's Rule, 4 CSR 240-20.080(3)(D), provided Kansas City Power & Light Company provides the Commission's Staff with the information set forth in Staff's recommendation filed in this case.

2. That Kansas City Power & Light Company be directed hereby to notify the Commission's Staff whenever its systemic oil inventories fall below fifty (50) percent of their normal values; notify Staff on a monthly basis of the targeted coal inventories for each of its generating plants; report to the Commission's Staff immediately when the coal inventories at any of its generating plants fall below a twenty (20) day supply; and report to the Commission's Staff immediately when the coal inventories at any of its generating plants fall below fifty (50) percent of targeted levels.

3. That this order shall become effective on the 19th day of February, 1992.

BY THE COMMISSION

*Brent Stewart*

Brent Stewart  
Executive Secretary

(S E A L)

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