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May 24, 2005

Ms. Colleen M. Dale Secretary/Chief Regulatory Law Judge Missouri Public Service Commission 200 Madison Street, Suite 100 P.O. Box 360 Jefferson City, MO 65102-0360

Dear Ms. Dale:

Provided herewith to the Missouri Public Service Commission ("Commission") on behalf of Aquila, Inc., d/b/a Aquila Networks – MPS ("MPS") and Aquila Networks – L&P ("L&P") for filing in electronic form are certain tariff sheets consisting of revised electric rate schedules and the information required by 4 CSR 240-3.030, Minimum Filing Requirements for General Rate Increase Requests. The tariff sheets are designed to implement a general electric rate increase and implement certain other changes all as described in Aquila's direct testimony also being filed herewith. More specifically the tariff sheets are designed to increase MPS's annual electric revenue by approximately \$69.2 million, or 20.3%, exclusive of applicable franchise and occupational taxes. The tariff sheets are designed to increase L&P's annual electric revenues by approximately \$9.4 million or 9.6%, exclusive of applicable franchise and occupational taxes. The tariff sheets being filed herewith are listed below and have an issue date of May 24, 2005 and a proposed effective date of June 23, 2005.

The tariff sheets being filed are as follows:

## Aquila Networks, PSC Mo. No. 1, Electric Rates, Effective June 23, 2005

1 <sup>st</sup> Revised Sheet No. 1	1 <sup>st</sup> Revised Sheet No. 22	1 <sup>st</sup> Revised Sheet No. 28
2 <sup>nd</sup> Revised Sheet No. 2	1 <sup>st</sup> Revised Sheet No. 23	1 <sup>st</sup> Revised Sheet No. 29
1 <sup>st</sup> Revised Sheet No. 18	1 <sup>st</sup> Revised Sheet No. 24	1 <sup>st</sup> Revised Sheet No. 31
1 <sup>st</sup> Revised Sheet No. 19	1 <sup>st</sup> Revised Sheet No. 25	1 <sup>st</sup> Revised Sheet No. 34
1 <sup>st</sup> Revised Sheet No. 20	1 <sup>st</sup> Revised Sheet No. 26	1 <sup>st</sup> Revised Sheet No. 35
1 <sup>st</sup> Revised Sheet No. 21	1 <sup>st</sup> Revised Sheet No. 27	1 <sup>st</sup> Revised Sheet No. 37

## <u>Aquila Networks, PSC Mo. No. 1, Electric Rates, Effective June 23, 2005</u> (Continued)

1 <sup>st</sup> Revised Sheet No. 61	1 <sup>st</sup> Revised Sheet No. 87
1 <sup>st</sup> Revised Sheet No. 62	1 <sup>st</sup> Revised Sheet No. 88
1 <sup>st</sup> Revised Sheet No. 64	1 <sup>st</sup> Revised Sheet No. 89
1 <sup>st</sup> Revised Sheet No. 65	1 <sup>st</sup> Revised Sheet No. 90
1 <sup>st</sup> Revised Sheet No. 66	1 <sup>st</sup> Revised Sheet No. 91
1 <sup>st</sup> Revised Sheet No. 67	1 <sup>st</sup> Revised Sheet No. 92
1 <sup>st</sup> Revised Sheet No. 68	1 <sup>st</sup> Revised Sheet No. 95
1 <sup>st</sup> Revised Sheet No. 70	1 <sup>st</sup> Revised Sheet No. 99
1 <sup>st</sup> Revised Sheet No. 71	1 <sup>st</sup> Revised Sheet No. 100
1 <sup>st</sup> Revised Sheet No. 72	1 <sup>st</sup> Revised Sheet No. 103
1 <sup>st</sup> Revised Sheet No. 74	1 <sup>st</sup> Revised Sheet No. 104
1 <sup>st</sup> Revised Sheet No. 76	1 <sup>st</sup> Revised Sheet No. 109
1 <sup>st</sup> Revised Sheet No. 79	Original Sheet No. 120
1 <sup>st</sup> Revised Sheet No. 80	Original Sheet No. 121
1 <sup>st</sup> Revised Sheet No. 83	Original Sheet No. 122
1 <sup>st</sup> Revised Sheet No. 84	Original Sheet No. 123
1 <sup>st</sup> Revised Sheet No. 85	Original Sheet No. 124
1 <sup>st</sup> Revised Sheet No. 86	
	1 <sup>st</sup> Revised Sheet No. 62 1 <sup>st</sup> Revised Sheet No. 64 1 <sup>st</sup> Revised Sheet No. 65 1 <sup>st</sup> Revised Sheet No. 66 1 <sup>st</sup> Revised Sheet No. 67 1 <sup>st</sup> Revised Sheet No. 68 1 <sup>st</sup> Revised Sheet No. 70 1 <sup>st</sup> Revised Sheet No. 70 1 <sup>st</sup> Revised Sheet No. 71 1 <sup>st</sup> Revised Sheet No. 72 1 <sup>st</sup> Revised Sheet No. 74 1 <sup>st</sup> Revised Sheet No. 76 1 <sup>st</sup> Revised Sheet No. 76 1 <sup>st</sup> Revised Sheet No. 79 1 <sup>st</sup> Revised Sheet No. 80 1 <sup>st</sup> Revised Sheet No. 83 1 <sup>st</sup> Revised Sheet No. 84 1 <sup>st</sup> Revised Sheet No. 85

Under the revised rate schedules filed herewith, the monthly billing for an MPS residential customer using 1,000 kWh per month would increase approximately \$11.48. The monthly billing for an L&P residential customer using 1,000 kWh per month would increase approximately \$4.54.

The reason for rate increases is primarily driven by higher fuel costs and new investments Aquila has made to serve the demand of our customers. The cost of fuel, both gas and coal, necessary to operate our generating facilities has continued to escalate dramatically since our last rate adjustment in 2004. In addition, we have added significant investments in plant, particularly new generation facilities in our MPS service territory, to support customer growth. The investment in system improvements that are required to provide safe and reliable service to Aquila's Missouri electric customers.

Also, provided herewith for filing with the Commission in electronic form is the direct testimony and schedules of the following Aquila witnesses:

Jon R. Empson	Gary M. Denny	James W. Okenfuss
Susan K. Braun	Samuel C. Hadaway	Bryan S. Owens
Mike Apprill	Ronald A. Klote	H. Davis Rooney
Jerry G. Boehm	Amy S. Murray	Eric L. Watkins

Please note that depreciation studies for both MPS and L&P electric and common plant as well as Aquila corporate plant were provided in Case No. ER-2004-0034. The databases for the depreciation studies and property unit catalog have been provided previously to the Commission Staff.

Two copies of this filing are being furnished this date to the Office of the Public Counsel.

Sincerely,

Gary L. Clemens
Regulatory Services

**Enclosures** 

cc: Office of the Public Counsel (2)