

Kansas City Power Light Company
Case No. ER-2010-0355

SUMMARY OF RECONCILIATION		Reconcile Staff 12-31-10 True Up Case with KCP&L True Up		
Line No.				
1	Kansas City Power & Light Revenue Requirement		55,820,267	Actual True-Up Request as presented - \$55,820,000.
	Revision of Lease Expense adjustment (CS-109)		(334,754)	
	Revision of Mass Allocation (CS-11)		(125,717)	
	Revision of Purchased Power Capacity contract (CS-25)		963,000	
1	REVISED Kansas City Power & Light Revenue Requirement		56,322,796	
	Sub-Total of Adjustments to KCP&L Revenue Requirement		10,178,564	
1	ADJUSTED REVISED Kansas City Power & Light Revenue Requirement		66,501,360	
2				
3	Rate of Return & Capital Structure			
4	Value of Capital Structure Issue - Staff / Company			Issue at Hearing - Cost of Equity Units - Diff of the weighted cost of 0.615%-KCPL vs 0.504%-Staff.
5	Capital Structure impact on Interest Expense Deduction	(3,538,980)		Issue at Hearing - Cost of Debt - Diff of 6.817%-KCPL vs 6.825%-Staff.
6	Return on Equity Issue - KCPL-10.75%, Staff - 9.00%	\$3,042,797		Issue at Hearing - ROE - Diff of KCPL 10.75% and Staff 9.00%.
7	Sub-Total Rate of Return and Capital Structure Differences	(\$26,765,395)		
8			(\$27,261,578)	
9	Rate Base Issues :			
10	Plant in Service:			
12	Proposed Iatan 1/2 Disallow & Trsf to Common	(12,180,218)		Issue at Hearing - Revised disallowance amount
13	Proposed Spearville disallow - Schiff Harden	(163,316)		New issue
18	Sub-Total - Plant in Service		(12,343,534)	
19				
20	Depreciation Reserve			
21	Hawthorn 5 Warranties	(607,956)		Issue at Hearing - No change in amount
22	Adj for Res related to Iatan 1, 2 & Com Disallow	50,474		Issue at Hearing
26	Sub-Total - Depreciation Reserve		(557,482)	
27				
28	Add to Net Plant			
29	Cash Working Capital	1,535,687		
30	Federal Tax Offset	(78,802)		
31	State Tax Offset	(48,263)		
32	Interest Expense Offset	(1,480,924)		
34	Sub-Total - Cash Working Capital		(72,303)	
39	Regulatory Asset Demand Side Management		(4,099,380)	Footnote (a)
41	Regulatory Asset - Iatan 1, 2 & Common Plant		(329,808)	Issue at Hearing re Iatan 1 not included by Staff. Staff added amount for Iatan 2/Common at slightly lower value.
58				
59	Sub Total - Rate Base Issues		(\$17,402,508)	
60				

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61	Income Statement - Revenue Issues					
63						
64	Retail KWH Sales Revenue					
77	Return bulk margins-excess of 25th %, incl interest, over 10 yrs- (MO only)		\$741,443		Footnote (a)	Issue at Hearing - Staff reversed and put (\$709,942) and related carrying costs as offset to DMS amort
79	Non Firm OSS for SPP off-system charges	(\$347,125)			net with line 82	
80	non firm OSS for Purchases for resale'	\$997,768			net with line 82	
81	Non-Firm OSS for Revenue neutrality uplift charges	\$131,056			net with line 82	
82	Normalize Nonfirm Sales Margin	(\$11,471,151)			net w lines 79-81	Issue at Hearing - Staff used 40th percentile.
84	Sub-Total - Non-Firm OSS		(\$10,689,452)			
89	Other Misc. & Adjustments		(\$1)			
96	Sub Total - Revenue Issues			(\$9,948,010)		
97						
98	Income Statement - Expense Issues					
127	Amortization of Iatan 1, 2, & Common Regulatory Assets		(70,306)			Staff did not incl \$37,656 amort for Iatan 1 Reg Asset and had slightly smaller I2/Com reg asse
130	Advertising - Institutional and Image, Excluding Connections		(0)			
132	Interest on Customer Deposits		(1)			
140	Amort of merger transition costs		(3,868,804)			Issue at Hearing - Staff excludec
141	Misc. Disallowances (excl dues/donations/advertising)-Issue is Arbitration Costs		(260,687)			Issue at Hearing - Staff disallowed advance coal credit litigation costs
147	Amortize DSM Deferral		(1,392,906)		Footnote (a)	
155	REGULATORY EXPENSES-Rate Case Expense		(427,608)			True Up issue
156	REG LIABILITY STB LITIGATION - REPARATIONS NET OF LITIGATION COSTS		101,759		Footnote (a)	Staff reversed and put (\$101,759) and related carrying costs as offset to DMS amor
163	Sub-Total - Depreciation Expense		(1,388,238)			Multiple, incl elimination of depr on disallowances.
164	O&M Maintenance Expense Adjustments		-			
171	Sub Total - Operations & Maintenance Expense Issues			(7,306,791)		
172						
201	Total Income Tax Differences			(\$314,005)		
202						
203	Difference in Tax Gross Up Factor			-		
204						
205	Total Value of All Issues			(\$62,232,893)		
206						
207	Unreconciled Difference/Rounding			21,978		
208						EMS
209	Staff Revenue Requirement at December 31, 2010			\$4,290,445		\$4,480,965
210	Allowance for K&M Changes/True-Up Estimate			\$0		
211	Unreconciled Difference/Rounding			\$4,290,445		\$4,480,965
212						per EMS
213	Footnotes					
214	a) There are multiple components of the DSM issue appearing in rows 39, 77, 108, 147 and 156. When looked at in total, Staff's direct filing results in a lower revenue requirement than KCP&L's Update by \$4,649,084.					
218	Office of the Public Counsel					
219	Return on Equity - 10.3%			\$ -		
220	Capital Structure			\$ -		
221	Net Margin on Off System Sales - 40th Percentile					
222	Fleet Fuel Costs Expense			\$ -		
223	Rate Case Expense					
224	Office of the Public Counsel - Revenue Requirement			\$ -		4,480,965
225						

