



Aquila

Providing Energy
For Better Living.™

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August 8, 2007

Ms. Colleen Dale
Missouri Public Service Commission
200 Madison Street, Suite 100
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Jefferson City, MO 65102-0360

Ms. Dale:

Filed through EFIS is the following steam tariff sheet for filing on behalf of Aquila, Inc., d/b/a Aquila Networks – L&P (“L&P”), providing the current Quarterly Cost Adjustment per the Stipulation and Agreement in Case No.: HR-2005-0450. The tariff sheet, listed below, has an effective date of September 7, 2007.

Also filed are two worksheets showing the calculation of the new rate.

Aquila Networks, PSC Mo. No. 1, Steam Rates, Effective September 7, 2007
5th Revised Sheet No. 6.5, canceling 4th Revised Sheet No. 6.5

Attachments

cc: Office of the Public Counsel

STATE OF MISSOURI, PUBLIC SERVICE COMMISSION

P.S.C. MO. No. 1 5th Revised Sheet No. 6.5
 Canceling P.S.C. MO. No. 1 4th Revised Sheet No. 6.5

Aquila, Inc., dba**AQUILA NETWORKS**

For St. Joseph, MO & Environs

KANSAS CITY, MO 64138

QUARTERLY COST ADJUSTMENT RIDER (Continued) STEAM
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RATE:

Current Quarterly Cost Adjustment Table:

<u>Period</u>	<u>First Effective Date</u>	<u>Last Effective Date</u>	<u>CQCA (by Quarter)</u>
2007 Q2	9/1/2007	8/31/2008	\$0.1000
2007 Q1	6/1/2007	5/31/2008	\$0.1952
2006 Q4	3/1/2007	2/29/2008	\$0.2552
2006 Q3	12/1/2006	11/30/2007	(\$0.0924)

Reconciliation Table:

<u>Period</u>	<u>First Effective Date</u>	<u>Months</u>	<u>Last Effective Date</u>	<u>Monthly Recon (by Quarter)</u>
2007 Q2				
2007 Q1				
2006 Q4				
2006 Q3				

Quarterly Cost Adjustment Table:

<u>Period</u>	<u>First Effective Date</u>	<u>Last Effective Date</u>	<u>Monthly QCA</u>
2007 Q2	9/1/2007	11/30/2007	\$0.4580
2007 Q1	6/1/2007	8/31/2007	\$0.3655
2006 Q4	3/1/2007	5/31/2007	\$0.1702
2006 Q3	12/1/2006	2/28/2007	(\$0.0850)
2006 Q2	9/1/2006	11/30/2006	\$0.0074

Credits are shown in parentheses, e.g. (\$0.05).

Issued: August 8, 2007

Effective: September 7, 2007

Issued by: Gary Clemens, Regulatory Services

		Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Total
Total Steam mmBtu Sales - 2005		153,595	152,746	135,482	143,887	150,013	147,904	156,683	154,069	174,829	177,691	165,112	185,313	1,897,324
		Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Total
Fuel Costs - 2006	\$	686,093	649,717	621,350	718,562	801,879	642,378	1,092,015	948,293	1,339,744	1,196,862	1,150,631	1,130,442	10,977,965
Coal Costs - 2006	\$	375,339	346,688	304,349	236,870	202,974	303,493	340,158	315,888	300,706	324,046	245,162	317,021	
Gas Costs - 2006	\$	297,344	272,149	233,521	369,821	545,505	267,325	272,656	485,405	864,878	556,316	697,847	551,042	
Oil Costs - 2006	\$	-	-	-	-	-	-	-	-	-	-	6,141	47,729	
Hedge Costs - 2006	\$	13,410	30,880	83,480	111,870	53,400	71,560	479,200	147,000	174,160	316,500	201,480	214,650	
Coal mmBtu Input Blr Nos. 5	mmBtu	183,325	190,085	152,100	129,701	123,344	181,011	168,510	173,539	161,423	174,370	133,710	174,577	1,945,695
Gas mmBtu Input Blr Nos. 1-5	mmBtu	41,605	39,595	36,421	55,337	81,273	34,538	58,939	63,391	97,095	93,433	89,196	79,352	770,175
No. 2 Oil mmBtu Input Blr Nos. 1-4	mmBtu	-	-	-	-	-	-	-	-	-	-	532	4,149	4,681
Blr 1-5 Fuel to Steam Input	mmBtu	224,930	229,680	188,521	185,038	204,617	215,549	227,449	236,930	258,518	267,803	223,438	258,078	2,720,551
Production Test - Q1	mmBtu			525,510			434,056	61,639		503,472	0		482,657	13,038
Production Test - Q2	mmBtu						959,566	93,248		1,030,776	22,038		1,047,646	5,168
Production Test - Q3	mmBtu									1,556,286	61,517		1,574,950	42,853
Production Test - Q4	mmBtu												2,100,460	83,644
Production Coal Costs - Q1							1.7125			1.9003			1.8361	
Production Coal Costs - Q2							1.8443			1.8134			1.8689	
Production Coal Costs - Q3										1.8636			1.8211	
Production Coal Costs - Q4													1.8568	
Production Gas Costs - Q1							8.2939			11.0439			9.6871	
Production Gas Costs - Q2							8.1389			9.8388			10.3055	
Production Gas Costs - Q3										9.3932			9.7779	
Production Gas Costs - Q4													9.4932	
Appendix D	mmBtu	202,635	195,170	159,314	177,341	198,924	188,724	187,991	187,887	190,423	110,912	188,695	196,088	2,184,104
Production Standards - Q1	mmBtu			495,695			495,695			495,695			495,695	
Production Standards - Q2	mmBtu						1,052,814			1,052,814			1,052,814	
Production Standards - Q3	mmBtu									1,617,803			1,617,803	
Production Standards - Q4	mmBtu												2,184,104	
Total Steam mmBtu Sales - 2006	mmBtu	177,967	187,426	165,460	166,451	175,898	172,333	183,588	192,360	207,528	216,576	195,401	216,301	2,257,289
Quarterly Fuel Costs - Actual	\$			1,957,160			2,162,819			3,380,052			3,477,935	
Production Standards - Coal				0			159,691			114,641			153,583	
Production Standards - Gas				0			(773,388)			(577,841)			(810,267)	
Quarterly Fuel Costs - Adjusted	\$			1,957,160			1,549,121			2,916,852			2,821,250	
Quarterly Blr 1-5 Fuel to Steam Input	mmBtu			643,131			605,204			722,897			749,319	
				3.0432			2.5597			4.0349			3.765	
Base fuel amount (per million BTU)	mmBtu	3.0050	3.0050	3.0050	3.0050	3.0050	3.0050	3.0050	3.0050	3.0050	3.0050	3.0050	3.0050	
Quarterly Fuel Costs - Collected	\$			1,932,609			1,818,638			2,172,305			2,251,704	
(Over) or Under Collected Fuel Costs	\$			24,551			(269,517)			744,546			569,546	
Reflect 80% change in actual fuel costs	\$		(1,625)	19,641			(215,613)			595,637			455,637	
Rolling 12-months Steam Btu Sales	mmBtu			2,438,370			2,333,677			2,333,677			2,333,677	
Quarterly Cost Adjustment				0.0074			(0.0924)			0.2552			0.1952	
Cumulative - QCA				0.0074			(0.0850)			0.1702			0.3655	

Note: (1,625) carry forward from March 6-31.

		Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Total
Total Steam mmBtu Sales - 2007		202,306	186,234	192,882	0	0	0	0	0	0	0	0	0	581,422
		Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Total
Fuel Costs - 2007	\$	846,706	770,721	834,043	0	0	0	0	0	0	0	0	0	2,451,470
Coal Costs - 2007	\$	364,909	308,198	303,469	-	-	-	-	-	-	-	-	-	
Gas Costs - 2007	\$	422,287	347,650	450,733	-	-	-	-	-	-	-	-	-	
Oil Costs - 2007	\$	-	483	331	-	-	-	-	-	-	-	-	-	
Hedge Costs - 2007	\$	59,510	114,390	79,510	-	-	-	-	-	-	-	-	-	
		Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Total
Coal mmBtu Input Blr Nos. 5	mmBtu	196,056	174,648	176,636	-	-	-	-	-	-	-	-	-	547,340
Gas mmBtu Input Blr Nos. 1-5	mmBtu	59,162	49,812	60,492	-	-	-	-	-	-	-	-	-	169,466
No. 2 Oil mmBtu Input Blr Nos. 1-4	mmBtu	-	1,761	1,206	-	-	-	-	-	-	-	-	-	2,967
Blr 1-5 Fuel to Steam Input	mmBtu	255,218	226,221	238,334	0	0	0	0	0	0	0	0	0	719,773
		Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Total
Production Test - Q1	mmBtu			547,340	0									
Production Test - Q2	mmBtu			1,113,641	0									
Production Test - Q3	mmBtu			1,678,630	0									
Production Test - Q4	mmBtu			2,205,934	0									
		Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Total
Production Coal Costs - Q1														
Production Coal Costs - Q2														
Production Coal Costs - Q3														
Production Coal Costs - Q4														
		Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Total
Production Gas Costs - Q1														
Production Gas Costs - Q2														
Production Gas Costs - Q3														
Production Gas Costs - Q4														
Appendix D	mmBtu	202,635	195,170	159,314	177,341	198,924	188,724	187,991	187,887	190,423	110,912	188,695	196,088	2,184,104
Production Standards - Q1	mmBtu			495,695			495,695			495,695			495,695	
Production Standards - Q2	mmBtu			1,052,814			1,052,814			1,052,814			1,052,814	
Production Standards - Q3	mmBtu			1,617,803			1,617,803			1,617,803			1,617,803	
Production Standards - Q4	mmBtu			2,184,104			2,184,104			2,184,104			2,184,104	
Total Steam mmBtu Sales - 2008	mmBtu	0	0	0	0	0	0	0	0	0	0	0	0	0
		Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Total
Quarterly Fuel Costs - Actual	\$			2,451,470			0			0			0	
Production Standards - Coal				0										
Production Standards - Gas				0										
Quarterly Fuel Costs - Adjusted	\$			2,451,470			0			0			0	
Quarterly Blr 1-5 Fuel to Steam Input	mmBtu			719,773			0			0			0	
				3.4059			#DIV/0!			#DIV/0!			#DIV/0!	
Base fuel amount (per million BTU)	mmBtu	3.0050	3.0050	3.0050	3.0050	3.0050	3.0050	3.0050	3.0050	3.0050	3.0050	3.0050	3.0050	
Quarterly Fuel Costs - Collected	\$			2,162,918			0			0			0	
(Over) or Under Collected Fuel Costs	\$			288,552			0			0			0	
Reflect 80% change in actual fuel costs	\$			230,841			0			0			0	
Rolling 12-months Steam Btu Sales	mmBtu			2,307,858			0			0			0	
Quarterly Cost Adjustment				0.1000			#DIV/0!			#DIV/0!			#DIV/0!	
		Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Total
Cumulative - QCA				0.4580			#DIV/0!			#DIV/0!			#DIV/0!	