

## MEMORANDUM

TO: Missouri Public Service Commission Official Case File  
Case No. HR-2008-0340, Tariff Tracking No. YH-2009-0515  
KCP&L Greater Missouri Operations Company

FROM: James Watkins, Manager, Economic Analysis  
Mack McDuffey, Rate & Tariff Examiner II

/s/ James Watkins 2/10/09

Energy Department / Date

/s/ Sarah Kliethermes 2/10/09

General Counsel's Office / Date

SUBJECT: Staff Recommendation For **Approval** Of Tariff Sheet To Add The Quarterly Cost Adjustment For The Fourth Quarter Of 2008 To Its Quarterly Cost Adjustment Rider

DATE: February 11, 2009

On January 15, 2009, KCP&L Greater Missouri Operations Company (KCP&L-GMO or Company) filed with the Commission one (1) tariff sheet with an issue date of January 15, 2009, and a proposed effective date of March 1, 2009, to add the quarterly cost adjustment for the fourth quarter of 2008 as required by Company's Quarterly Cost Adjustment Rider, which the Commission approved in Case No. HR-2005-0450. Company's filing included workpapers consisting of four worksheets showing its calculation of the quarterly cost adjustment for the fourth quarter of 2008.

The Commission's Energy Department Staff (Staff) has reviewed the proposed tariff sheet, and based on the Company's workpapers Staff is of the opinion that the quarterly cost adjustment for the fourth quarter of 2008 (Q408) has been calculated in accordance with the provisions of the Quarterly Cost Adjustment Rider (See attached Memo). Staff therefore recommends that the Commission approve the following proposed tariff sheet, as filed on January 15, 2009, to become effective on March 1, 2009, as requested by Company, or permit the tariff sheet to go into effect by operation-of-law:

P.S.C. MO. No. 1

11<sup>th</sup> Revised Sheet No. 6.5 Canceling 10<sup>th</sup> Revised Sheet No. 6.5

The Staff has verified that Company is not delinquent on any assessment or the filing of KCP&L-GMO's annual report. The Staff is not aware of any other matter pending before the Commission that affects or is affected by this tariff filing.

MEMORANDUM

TO: Mack McDuffey  
FROM: David Roos  
SUBJECT: KCPL - GMO Steam Tariff, Tariff Filing No. YH-2009-0515, Case No. HR-2008-0340  
DATE: February 6, 2009

On January 15, 2009, Greater Missouri Operations Company, (KCPL – GMO) (formerly known as Aquila, Inc.) filed for St. Joseph MO & Environs, the current Quarterly Cost Adjustment (QCA) for steam service, per the Stipulation and Agreement in Case No. HR-2005-0450, which describes the manner KCPL - GMO, had calculated the QCA for the next quarter. Included in the current filing are the proposed tariff pages, and accompanying workpapers.

The procedure for the calculation of the QCA is set out in Sheets 6.1 through 6.3 of GMO Quarterly Cost Adjustment Rider for Steam.

I have reviewed the provided numbers and mathematical calculations within the current tariff filing on proposed 11th Revised Sheet 6.5. The calculations are consistent with the previous tariff filings and satisfy the standards set forth within Sheets 6.1-6.3 of the tariff.

KCPL - GMO is current on its submission of its Surveillance Monitoring reports as required in 4 CSR 240-20.090(10) and its monthly reports as required by 4 CSR 240-3.161(5).

