

## 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).

**BEFORE THE PUBLIC SERVICE COMMISSION  
OF THE STATE OF MISSOURI**

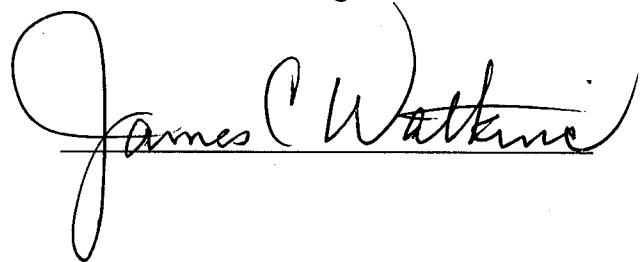
In the Matter of KCP&L Greater Missouri Operations )  
Company, for Authority to File Tariffs Changing the Steam )  
QCA for Service Provided to Customers in its Service )  
Territory )

Case No. HR-2008-0340  
File No. YH-2009-0515

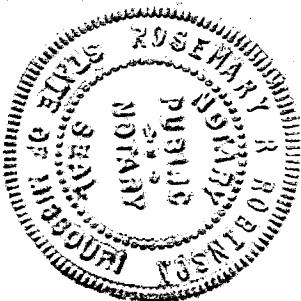
**AFFIDAVIT OF JAMES C. WATKINS**

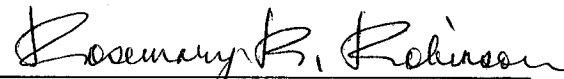
STATE OF MISSOURI     )  
                                  ) ss  
COUNTY OF COLE     )

James C. Watkins, of lawful age, on oath states: that he has participated in the preparation of the foregoing Staff Recommendation; that he has knowledge of the matters set forth in such recommendation; and that such matters are true to the best of his knowledge and belief.



Subscribed and sworn to before me this 10<sup>th</sup> day of February, 2009.



  
Notary Public

ROSEMARY R. ROBINSON  
Notary Public - Notary Seal  
State of Missouri  
Commissioned for Callaway County  
My Commission Expires: September 23, 2012  
Commission Number: 08499510