

MEMORANDUM

TO: Missouri Public Service Commission Official Case File
Case No. HR-2008-0340, Tariff Tracking No. YH-2009-0734
KCP&L Greater Missouri Operations Company

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

/s/ James C. Watkins 5/11/09

Energy Department / Date

/s/ Sarah Kliethermes 5/11/09

General Counsel's Office / Date

SUBJECT: Staff Recommendation For **Approval** Of Tariff Sheet To Add The Quarterly Cost Adjustment For The First Quarter Of 2009 To Its Quarterly Cost Adjustment Rider

DATE: May 11, 2009

On April 15, 2009, KCP&L Greater Missouri Operations Company (GMO) filed with the Commission one (1) tariff sheet with an issue date of April 15, 2009, and a proposed effective date of June 1, 2009, to add the quarterly cost adjustment for the first quarter of 2009 as required by GMO's Quarterly Cost Adjustment Rider, which the Commission approved in Case No. HR-2005-0450. GMO's filing included workpapers consisting of four worksheets showing its calculation of the quarterly cost adjustment for the first quarter of 2009. On May 07, 2009, GMO filed a substitute tariff sheet to correct two dates.

The Commission's Energy Department Staff (Staff) has reviewed the proposed tariff sheet, and based on GMO's workpapers Staff is of the opinion that the quarterly cost adjustment for the first quarter of 2009 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 April 15, 2009, and substituted on May 07, 2009, to become effective on June 1, 2009, as requested by GMO, or permit the tariff sheet to go into effect by operation-of-law:

P.S.C. MO. No. 1

12th Revised Sheet No. 6.5 Canceling 11th Revised Sheet No. 6.5

The Staff has verified that GMO is not delinquent on any assessment or the filing of its 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: Matt Barnes and David Roos

SUBJECT: KCPL - GMO Steam Tariff, Tariff Filing No. YH-2009-0734
Case No. HR-2008-0340

DATE: April 27, 2009

On April 15, 2009, KCP&L Greater Missouri Operations Company (GMO) filed its current Quarterly Cost Adjustment (QCA) for steam service, per the Stipulation and Agreement in Case No. HR-2005-0450, which describes the manner in which GMO is to calculate the QCA for the next quarter. The procedure for the calculation of the QCA is set out in Sheet Nos. 6.1 through 6.3 of GMO's Quarterly Cost Adjustment Rider for Steam.

Included in the current filing are the proposed tariff pages, and accompanying workpapers. We have reviewed the procedures and mathematical calculations for the first quarter of 2009 as proposed on the 12th Revised Sheet No. 6.5. The calculations performed are consistent with the previous tariff filings and satisfy the standards set forth within Sheets Nos. 6.1-6.3 of the tariff.

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).

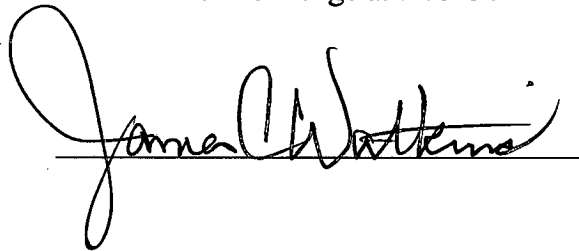
**BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF MISSOURI**

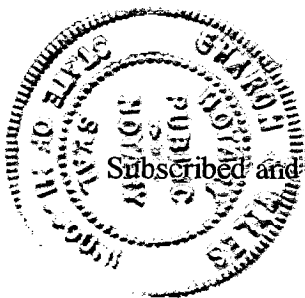
In the matter of Aquila, Inc. d/b/a Aquila Networks—)	Case No. HR-2008-0340
L&P, for authority to file tariffs changing the steam)	Tariff No. YH-2009-0734
Quarterly Cost Adjustment for service provided to)	
customers in the Aquila Networks—L&P service territory.)	

AFFIDAVIT OF JAMES C. WATKINS

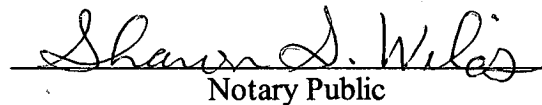
STATE OF MISSOURI)
) ss
COUNTY OF COLE)

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 11th day of May, 2009.



Notary Public

SHARON S. WILES Notary Public - Notary Seal State of Missouri Commissioned for Cole County My Commission Expires: October 23, 2010 Commission Number: 06429091
