

**Exhibit No.:**  
**Issue:** Accounting Schedules  
**Witness:** MoPSC Auditors  
**Sponsoring Party:** MoPSC Staff  
**Case Nos.:** GR-2004-0072  
**Date Prepared:** January 6, 2004

**MISSOURI PUBLIC SERVICE COMMISSION**

**UTILITY SERVICES DIVISION**

**STAFF ACCOUNTING SCHEDULES**

**AQUILA, INC.**

**d/b/a AQUILA NETWORKS-L&P (GAS)**

**CASE NO. GR-2004-0072**

*Jefferson City, Missouri*  
*January 2004*

## Aquila, Inc. Dba Aquila Networks - L&amp;P Gas

Case: GR-04-072D

L&amp;P Updated For Known &amp; Meas. thru Sept. 30, 2003

## Revenue Requirement

Line	8.00% Return	8.18% Return	8.35% Return
(A)	(B)	(C)	(D)
1 Net Orig Cost Rate Base (Sch 2)	\$ 5,747,224	\$ 5,747,224	\$ 5,747,224
2 Rate of Return	8.00%	8.18%	8.35%
*****			
3 Net Operating Income Requirement	\$ 459,778	\$ 470,123	\$ 479,893
4 Net Income Available (Sch 9)	\$ 153,524	\$ 153,524	\$ 153,524
*****			
5 Additional NOIBT Needed	\$ 306,254	\$ 316,599	\$ 326,369
6 Income Tax Requirement (Sch 11)			
7 Required Current Income Tax	\$ 93,810	\$ 101,335	\$ 108,441
8 Test Year Current Income Tax	\$ 0	\$ 0	\$ 0
*****			
9 Additional Current Tax Required	\$ 93,810	\$ 101,335	\$ 108,441
10 Required Deferred ITC	\$ 0	\$ 0	\$ 0
11 Test Year Deferred ITC	\$ 0	\$ 0	\$ 0
*****			
12 Additional Deferred ITC Required	\$ 0	\$ 0	\$ 0
*****			
13 Total Additional Tax Required	\$ 93,810	\$ 101,335	\$ 108,441
*****			
14 Gross Revenue Requirement	\$ 400,064	\$ 417,934	\$ 434,810
*****			

**AQUILA, INC.**  
**CASE NO. GR-2004-0072**

**Weighted Cost of Capital as of December 31, 2002**  
**For Aquila, Inc. d/b/a Aquila Networks MPS And**  
**Aquila Networks L&P**

Capital Component	Percentage of Capital	Embedded Cost	Weighted Cost of Capital Using Common Equity Return of:		
			<b>8.72%</b>	<b>9.22%</b>	<b>9.72%</b>
Common Stock Equity	35.31%	-----	3.08%	3.26%	3.43%
Long-Term Debt	64.31%	7.633%	4.91%	4.91%	4.91%
Short-Term Debt	0.38%	3.37%	0.01%	0.01%	0.01%
	<b>100.00%</b>		<b>8.00%</b>	<b>8.18%</b>	<b>8.35%</b>

## Aquila, Inc. Dba Aquila Networks - L&amp;P Gas

Case: GR-04-072D

L&amp;P Updated For Known &amp; Meas. thru Sept. 30, 2003

## Rate Base

Line Description		Amount	
(A)		(B)	
1	Total Plant in Service (Sch 3)	\$	8,618,483
	Subtract from Total Plant		.
2	Depreciation Reserve (Sch 6)	\$	3,655,394
3	Net Plant in Service	\$	4,963,089
	Add to Net Plant in Service		
4	Cash Working Capital (Sch 8)	\$	(345,574)
5	Materials and Supplies-Exempt		23,703
6	Prepayments L&P		6,032
7	Prepayments L&P's Share of UCU		87,189
8	Purchased Gas for CWC		0
9	Gas Inventory		844,131
10	Prepaid Pension Asset		882,522
	Subtract from Net Plant		
11	Federal Tax Offset ***** %	\$	79,946
12	State Tax Offset ***** %		13,864
13	City Tax Offset 0.0000 %		0
14	Interest Expense Offset 14.5699 %		41,198
15	Customer Advances for Construction		0
16	Customer Deposits		37,206
17	Deferred Income Taxes-Depreciation		361,014
18	Deferred Inc. Taxes Shared Assets		180,640
19	Total Rate Base	\$	5,747,224

## Aquila, Inc. Dba Aquila Networks - L&amp;P Gas

Case: GR-04-072D

L&amp;P Updated For Known &amp; Meas. thru Sept. 30, 2003

## Total Plant in Service

Line No	Acct	Description	Total Company	Total Co Adjustment	Alloc Factor	Jurisdictional Adjustment	Adjusted Jurisdictional
	(A)		(B)	(C)	(D)	(E)	(F)
Intangible Plant							
1	301.000	Organization	\$ 8,321	\$ 0	1.5360	\$ 0 P-1	\$ 128
2	302.000	Franchises & Consents	22,760	0	1.5360	0 P-2	350
3		Total	\$ 31,081	\$ 0		\$ 0	\$ 478
Distribution Plant							
4	374.000	Land & Land Rights	\$ 34,518	\$ 0	100.0000	\$ 0 P-3	\$ 34,518
5	375.000	Structures & Improvements	24,136	0	100.0000	0 P-4	24,136
6	376.000	Mains - Metallic	2,168,187	0	100.0000	0 P-5	2,168,187
7	376.200	Mains - Nonmetallic	1,689,464	0	100.0000	0 P-6	1,689,464
8	378.000	Meas. & Reg Sta Equip - General	333,113	0	100.0000	0 P-7	333,113
9	379.000	Meas & Reg Sta Equip - City Gate	475,048	0	100.0000	0 P-8	475,048
10	380.100	Services - Metallic	186,144	0	100.0000	0 P-9	186,144
11	380.200	Services - Nonmetallic	1,382,708	0	100.0000	0 P-10	1,382,708
12	381.000	Meters	694,266	0	100.0000	0 P-11	694,266
13	382.000	Meter Installations	118,572	0	100.0000	0 P-12	118,572
14	383.000	House Regulators	450,041	0	100.0000	0 P-13	450,041
15	385.001	Indus Meas & Reg Sta Equip	30,893	0	100.0000	0 P-14	30,893
16	385.900	Large Volume Meters	74,654	0	100.0000	0 P-15	74,654
17	387.000	Other Equipment	5,472	0	100.0000	0 P-16	5,472
18		Total	\$ 7,667,216	\$ 0		\$ 0	\$ 7,667,216
Direct General Plant							
19	391.001	Office Furniture & Equipment	\$ 1,413	\$ 0	100.0000	\$ 0 P-17	\$ 1,413
20	394.900	Tools, Shop & Garage Equip	137,114	0	100.0000	0 P-18	137,114
21	395.000	Laboratory Equipment	810	0	100.0000	0 P-19	810
22	396.000	Power Operated Equip - Long Life	667	0	100.0000	0 P-20	667
23	398.000	Miscellaneous Equipment	22,411	0	100.0000	0 P-21	22,411
24		Total	\$ 162,415	\$ 0		\$ 0	\$ 162,415

Aquila, Inc. Dba Aquila Networks - L&P Gas

Case: GR-04-072D

L&P Updated For Known & Meas. thru Sept. 30, 2003

Total Plant in Service

Line No	Acct	Description	Total Company	Total Co Adjustment	Alloc Factor	Jurisdictional Adjustment	Adjusted Jurisdictional
	(A)		(B)	(C)	(D)	(E)	(F)
L&P Common General Plant							
25	389.000	Land & Land Rights	\$ 213,180	\$ (92,214)	1.5360	\$ 0 P-22	\$ 1,858
26	390.001	Structures & Improvements	6,021,911	(4,486,775)	1.5360	0 P-23	23,580
27	391.000	Office Furniture & Equipment	38,137	(24,006)	1.5360	0 P-24	217
28	391.003	Computer Hardware	176,852	0	1.5360	0 P-25	2,716
29	391.004	Computer Software	2,937	0	1.5360	0 P-26	45
30	391.011	Office Machines	137,041	(98,705)	1.5360	0 P-27	589
31	392.003	Transportation Equip - Light Truck	211,612	0	1.5360	0 P-28	3,250
32	392.004	Transportation Equip - Med Truck	343,361	0	1.5360	0 P-29	5,274
33	392.005	Trans Equip - Heavy Trucks	229,662	0	1.5360	0 P-30	3,528
34	392.006	Trans Equip - Trailers	180,150	0	1.5360	0 P-31	2,767
35	393.000	Stores Equipment	5,253	0	1.5360	0 P-32	81
36	394.000	Tools, Shop & Garage Equipment	72,513	0	1.5360	0 P-33	1,114
37	396.002	Power Operated Equip - Long Life	348,908	0	1.5360	0 P-34	5,359
38	397.000	Communication Equipment	667,873	(350,963)	1.5360	0 P-35	4,868
39	398.000	Miscellaneous Equipment	20,762	(3,379)	1.5360	0 P-36	267
40	Total		\$ 8,670,152	\$ (5,056,042)		\$ 0	\$ 55,513
L&P Portion UCU Common General Plt							
41	389.000	Land And Land Rights	\$ 1,768	\$ 0	100.0000	\$ 0 P-46	\$ 1,768
42	390.000	Structures & Improvements - Own	171,767	0	100.0000	0 P-47	171,767
43	390.051	Structures & Improvements - Lease	17,249	0	100.0000	0 P-48	17,249
44	391.001	Office urniture & Equipment	40,157	0	100.0000	0 P-49	40,157
45	391.003	Computer Hardware	47,362	0	100.0000	0 P-50	47,362
46	391.004	Computer Software	326,796	0	100.0000	0 P-51	326,796
47	391.005	Computer System Development	92,058	0	100.0000	0 P-52	92,058
48	392.004	Trans Equip - Med Trucks	73	0	100.0000	0 P-53	73
49	393.000	Stores Equipment	0	0	100.0000	0 P-54	0
50	394.000	Tools, Shop and Garage Equip	995	0	100.0000	0 P-55	995
51	395.000	Lab Equipment	209	0	100.0000	0 P-56	209
52	396.080	Power Operated Equip - Long Life	0	0	100.0000	0 P-57	0
53	397.000	Communications Equipment	32,791	0	100.0000	0 P-58	32,791
54	398.000	Miscellaneous Equipment	1,636	0	100.0000	0 P-59	1,636
55	Total		\$ 732,861	\$ 0		\$ 0	\$ 732,861
56			0	0	0.0000	0	0
57	Total		\$ 0	\$ 0		\$ 0	\$ 0

Aquila, Inc. Dba Aquila Networks - L&P Gas

Case: GR-04-072D

L&P Updated For Known & Meas. thru Sept. 30, 2003

Total Plant in Service

Line No	Acct	Description	Total Company	Total Co Adjustment	Alloc Factor	Jurisdictional Adjustment	Adjusted Jurisdictional
		(A)	(B)	(C)	(D)	(E)	(F)
58		Total Plant In Service	\$ 17,263,725	\$ (5,056,042)		\$ 0	\$ 8,618,483

Aquila, Inc. Dba Aquila Networks - L&P Gas  
 Case: GR-04-072D  
 L&P Updated For Known & Meas. thru Sept. 30, 2003

Adjustments to Total Plant

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
-----------------------	------------------------	------------------------

\*\*\*\*\*

Land & Land Rights	P-22	\$ (92,214)
--------------------	------	-------------

\*\*\*\*\*

1. To adjust the plant-in-service to reflect the retirement of the L&P office building. (Miller)		\$ (92,214)
---	--	-------------

\*\*\*\*\*

Structures & Improvements	P-23	\$ (4,486,775)
---------------------------	------	----------------

\*\*\*\*\*

1. To adjust the plant-in-service to reflect the retirement of the L&P office building. (Miller)		\$ (4,486,775)
---	--	----------------

\*\*\*\*\*

Office Furniture & Equipment	P-24	\$ (24,006)
------------------------------	------	-------------

\*\*\*\*\*

1. To adjust the plant-in-service to reflect the retirement of the L&P office building. (Miller)		\$ (24,006)
---	--	-------------

\*\*\*\*\*

Office Machines	P-27	\$ (98,705)
-----------------	------	-------------

\*\*\*\*\*

1. To adjust the plant-in-service to reflect the retirement of the L&P office building. (Miller)		\$ (98,705)
---	--	-------------

\*\*\*\*\*

Communication Equipment	P-35	\$ (350,963)
-------------------------	------	--------------

\*\*\*\*\*

1. To adjust the plant-in-service to reflect the retirement of the L&P office building. (Miller)		\$ (350,963)
---	--	--------------



Aquila, Inc. Dba Aquila Networks - L&P Gas

Case: GR-04-072D

L&P Updated For Known & Meas. thru Sept. 30, 2003

Adjustments to Total Plant

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
-----------------------	------------------------	------------------------

Miscellaneous Equipment	P-36	\$ (3,379)
-------------------------	------	------------

- To adjust the plant-in-service to reflect the retirement of the L&P office building.  
(Miller) \$ (3,379)

## Aquila, Inc. Dba Aquila Networks - L&amp;P Gas

Case: GR-04-072D

L&amp;P Updated For Known &amp; Meas. thru Sept. 30, 2003

## Depreciation Expense

Line No	Acct	Description	Adjusted Jurisdictional	Depreciation Rate	Depreciation Expense
	(A)		(B)	(C)	(D)
Intangible Plant					
1	301.000	Organization	\$ 128	0.0000	\$ 0
2	302.000	Franchises & Consents	350	0.0000	0
3		Total	\$ 478		\$ 0
Distribution Plant					
4	374.000	Land & Land Rights	\$ 34,518	0.0000	\$ 0
5	375.000	Structures & Improvements	24,136	2.2200	536
6	376.000	Mains - Metallic	2,168,187	2.2200	48,134
7	376.200	Mains - Nonmetallic	1,689,464	2.2200	37,506
8	378.000	Meas. & Reg Sta Equip - General	333,113	2.2700	7,562
9	379.000	Meas & Reg Sta Equip - City Gate	475,048	2.2700	10,784
10	380.100	Services - Metallic	186,144	2.2200	4,132
11	380.200	Services - Nonmetallic	1,382,708	2.2200	30,696
12	381.000	Meters	694,266	2.5000	17,357
13	382.000	Meter Installations	118,572	2.5000	2,964
14	383.000	House Regulators	450,041	2.5000	11,251
15	385.001	Indus Meas & Reg Sta Equip	30,893	2.2700	701
16	385.900	Large Volume Meters	74,654	2.2700	1,695
17	387.000	Other Equipment	5,472	0.0000	0
18		Total	\$ 7,667,216		\$ 173,318
Direct General Plant					
19	391.001	Office Furniture & Equipment	\$ 1,413	4.5500	\$ 64
20	394.900	Tools, Shop & Garage Equip	137,114	3.7000	5,073
21	395.000	Laboratory Equipment	810	3.4500	28
22	396.000	Power Operated Equip - Long Life	667	0.0000	0
23	398.000	Miscellaneous Equipment	22,411	4.3500	975
24		Total	\$ 162,415		\$ 6,140

## Aquila, Inc. Dba Aquila Networks - L&amp;P Gas

Case: GR-04-072D

L&amp;P Updated For Known &amp; Meas. thru Sept. 30, 2003

## Depreciation Expense

Line No	Acct	Description	Adjusted Jurisdictional	Depreciation Rate	Depreciation Expense
	(A)		(B)	(C)	(D)
L&P Common General Plant					
25	389.000	Land & Land Rights	\$ 1,858	0.0000	\$ 0
26	390.001	Structures & Improvements	23,580	2.2200	523
27	391.000	Office Furniture & Equipment	217	4.5500	10
28	391.003	Computer Hardware	2,716	14.2900	388
29	391.004	Computer Software	45	14.2900	6
30	391.011	Office Machines	589	14.2900	84
31	392.003	Transportation Equip - Light Truck	3,250	0.0000	0
32	392.004	Transportation Equip - Med Truck	5,274	0.0000	0
33	392.005	Trans Equip - Heavy Trucks	3,528	0.0000	0
34	392.006	Trans Equip - Trailers	2,767	0.0000	0
35	393.000	Stores Equipment	81	3.7000	3
36	394.000	Tools, Shop & Garage Equipment	1,114	3.7000	41
37	396.002	Power Operated Equip - Long Life	5,359	0.0000	0
38	397.000	Communication Equipment	4,868	3.4500	168
39	398.000	Miscellaneous Equipment	267	4.3500	12
40		Total	\$ 55,513		\$ 1,235
L&P Portion UCU Common General Plt					
41	389.000	Land And Land Rights	\$ 1,768	0.0000	\$ 0
42	390.000	Structures & Improvements - Own	171,767	2.2200	3,813
43	390.051	Structures & Improvements - Lease	17,249	0.0000	0
44	391.001	Office urniture & Equipment	40,157	4.5500	1,827
45	391.003	Computer Hardware	47,362	14.2900	6,768
46	391.004	Computer Software	326,796	14.2900	46,699
47	391.005	Computer System Development	92,058	14.2900	13,155
48	392.004	Trans Equip - Med Trucks	73	0.0000	0
49	393.000	Stores Equipment	0	3.7000	0
50	394.000	Tools, Shop and Garage Equip	995	3.7000	37
51	395.000	Lab Equipment	209	3.4500	7
52	396.080	Power Operated Equip - Long Life	0	0.0000	0
53	397.000	Communications Equipment	32,791	3.4500	1,131
54	398.000	Miscellaneous Equipment	1,636	4.3500	71
55		Total	\$ 732,861		\$ 73,508
56			0	0.0000	0
57		Total	\$ 0		\$ 0

Aquila, Inc. Dba Aquila Networks - L&P Gas

Case: GR-04-072D

L&P Updated For Known & Meas. thru Sept. 30, 2003

Depreciation Expense

Line No	Acct	Description	Adjusted Jurisdictional	Depreciation Rate	Depreciation Expense
		(A)	(B)	(C)	(D)
58		Total Depreciation Expense	\$ 8,618,483		\$ 254,201

## Aquila, Inc. Dba Aquila Networks - L&amp;P Gas

Case: GR-04-072D

L&amp;P Updated For Known &amp; Meas. thru Sept. 30, 2003

## Depreciation Reserve

Line No	Acct	Description	Total Company	Total Co Adjustment	Alloc Factor	Jurisdictional Adjustment	Adjusted Jurisdictional
	(A)		(B)	(C)	(D)	(E)	(F)
Intangible Plant							
1	301.000	Organization	\$ 8,321	\$ 0	1.5360	\$ 0 R-1	\$ 128
2	302.000	Franchises & Consents	22,760	0	1.5360	0 R-2	350
3		Total	\$ 31,081	\$ 0		\$ 0	\$ 478
Distribution Plant							
4	374.000	Land & Land Rights	\$ 3,918	\$ 0	100.0000	\$ 0 R-3	\$ 3,918
5	375.000	Structures & Improvements	11,166	0	100.0000	0 R-4	11,166
6	376.100	Mains - Metallic	1,766,456	0	100.0000	0 R-5	1,766,456
7	376.200	Mains - Nonmetallic	337,001	0	100.0000	0 R-6	337,001
8	378.000	Meas & Reg Sta Equip - General	106,596	0	100.0000	0 R-7	106,596
9	379.000	Meas & Reg Sta Equip - City Gate	111,251	0	100.0000	0 R-8	111,251
10	380.100	Services - Metallic	116,009	0	100.0000	0 R-9	116,009
11	380.200	Services - Nonmetallic	564,125	0	100.0000	0 R-10	564,125
12	381.000	Meters - Metallic	245,314	0	100.0000	0 R-11	245,314
13	381.900	Meters Installations	58,691	0	100.0000	0 R-12	58,691
14	383.000	House Regulators	203,685	0	100.0000	0 R-13	203,685
15	385.000	Industr. Meas. & Reg. Sta. Equip.	13,617	0	100.0000	0 R-14	13,617
16	385.002	Large Volume Meters	34,179	0	100.0000	0 R-15	34,179
17	387.000	Other Equipment	5,416	0	100.0000	0 R-16	5,416
18		Total	\$ 3,577,424	\$ 0		\$ 0	\$ 3,577,424
Direct Gas General Plant							
19	391.001	Office Furniture & Equipment	\$ 526	\$ 0	100.0000	\$ 0 R-17	\$ 526
20	392.040	Trans Equip - Med Truck	5,435	0	100.0000	0 R-18	5,435
21	394.000	Tools, Shop & Garage Equipment	51,033	0	100.0000	0 R-20	51,033
22	395.000	Laboratory Equipment	286	0	100.0000	0 R-21	286
23	396.080	Power Operated Equip - Long Life	(4,575)	0	100.0000	0 R-22	(4,575)
24	398.000	Miscellaneous Equipment	18,577	0	100.0000	0 R-23	18,577
25		Total	\$ 71,282	\$ 0		\$ 0	\$ 71,282

## Aquila, Inc. Dba Aquila Networks - L&amp;P Gas

Case: GR-04-072D

L&amp;P Updated For Known &amp; Meas. thru Sept. 30, 2003

## Depreciation Reserve

Line No	Acct	Description	Total Company	Total Co Adjustment	Alloc Factor	Jurisdictional Adjustment	Adjusted Jurisdictional
	(A)		(B)	(C)	(D)	(E)	(F)
L&P Common General Plant							
26	390.001	Structures & Improvements	\$ 3,121,101	\$ (4,277,882)	1.5360	\$ 0 R-24	\$ (17,768)
27	391.001	Office Furniture & Equipment	(275,185)	(7,008)	1.5360	0 R-25	(4,334)
28	391.001	Computer Hardware	63,363	0	1.5360	0 R-26	973
29	391.004	Computer Software	2,975	0	1.5360	0 R-27	46
30	391.011	Office Machines	61,806	(92,776)	1.5360	0 R-28	(476)
31	392.003	Trans Equip - Light Truck	73,659	0	1.5360	0 R-29	1,131
32	392.004	Trans Equip - Med Truck	319,466	0	1.5360	0 R-30	4,907
33	392.005	Trans Equip - Heavy Truck	106,773	0	1.5360	0 R-31	1,640
34	392.006	Trans Equip - Trailers	181,879	0	1.5360	0 R-32	2,794
35	393.000	Stores Equipment	3,154	0	1.5360	0 R-33	48
36	394.000	Tools, Shop & Garage Equipment	36,186	0	1.5360	0 R-34	556
37	396.002	Power Operated Equip - Long Life	160,131	0	1.5360	0 R-35	2,460
38	397.000	Communication Equipment	275,927	(329,439)	1.5360	0 R-36	(822)
39	398.000	Miscellaneous Equipment	(2,185)	(3,051)	1.5360	0 R-37	(80)
40	Total		\$ 4,129,050	\$ (4,710,156)		\$ 0	\$ (8,925)
L&P - UCU Common General Plant							
41	390.001	Structures & Improvements - Owned	\$ 9,973	\$ 0	100.0000	\$ 0 R-38	\$ 9,973
42	390.051	Structures & Improves - Leased	8,089	153	100.0000	0 R-39	8,242
43	391.001	Office Furniture & Equipment	4,744	(19)	100.0000	0 R-40	4,725
44	391.003	Computer Hardware	(15,733)	1,957	100.0000	0 R-41	(13,776)
45	391.004	Computer Software	(13,111)	10,625	100.0000	0 R-42	(2,486)
46	391.005	Computer Systems Development	(1,108)	3,918	100.0000	0 R-43	2,810
47	392.002	Trans Equipment - Cars	(2)	0	100.0000	0 R-44	(2)
48	392.004	Trans Equip - Med Trucks	(32)	1	100.0000	0 R-45	(31)
49	394.000	Tools, Shop & Garage Equip	699	25	100.0000	0 R-46	724
50	395.000	Lab Equipment	6	0	100.0000	0 R-47	6
51	397.000	Communications Equipment	4,094	55	100.0000	0 R-48	4,149
52	398.000	Miscellaneous Equipment	801	0	100.0000	0 R-49	801
53	Total		\$ (1,580)	\$ 16,715		\$ 0	\$ 15,135

Aquila, Inc. Dba Aquila Networks - L&amp;P Gas

Case: GR-04-072D

L&amp;P Updated For Known &amp; Meas. thru Sept. 30, 2003

## Depreciation Reserve

Line No	Acct	Description	Total Company	Total Co Adjustment	Alloc Factor	Jurisdictional Adjustment	Adjusted Jurisdictional
		(A)	(B)	(C)	(D)	(E)	(F)
54		Total Depreciation Reserve	7,807,257	(4,693,441)	100.0000	0	3,655,394

Aquila, Inc. Dba Aquila Networks - L&P Gas  
 Case: GR-04-072D  
 L&P Updated For Known & Meas. thru Sept. 30, 2003

Adjustments to Depreciation Reserve

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
-----------------------	------------------------	------------------------

\*\*\*\*\*  
 Structures & Improvements                      R-24                      \$     (4,277,882)  
 \*\*\*\*\*

1. To adjust the accumulated depreciation reserve to reflect                      \$     (4,277,882)  
 the retirement of the L&P office building.  
 (Miller)

\*\*\*\*\*  
 Office Furniture & Equipment                      R-25                      \$         (7,008)  
 \*\*\*\*\*

1. To adjust the accumulated depreciation reserve to reflect                      \$         (7,008)  
 the retirement of the L&P office building.  
 (Miller)

\*\*\*\*\*  
 Office Machines                                      R-28                      \$         (92,776)  
 \*\*\*\*\*

1. To adjust the accumulated depreciation reserve to reflect                      \$         (92,776)  
 the retirement of the L&P office building.  
 (Miller)

\*\*\*\*\*  
 Communication Equipment                      R-36                      \$     (329,439)  
 \*\*\*\*\*

1. To adjust the accumulated depreciation reserve to reflect                      \$     (329,439)  
 the retirement of the L&P office building.  
 (Miller)

\*\*\*\*\*  
 Miscellaneous Equipment                      R-37                      \$         (3,051)  
 \*\*\*\*\*

1. To adjust the accumulated depreciation reserve to reflect                      \$         (3,051)  
 the retirement of the L&P office building.  
 (Miller)



Aquila, Inc. Dba Aquila Networks - L&P Gas  
 Case: GR-04-072D  
 L&P Updated For Known & Meas. thru Sept. 30, 2003

Adjustments to Depreciation Reserve

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
-----------------------	------------------------	------------------------

\*\*\*\*\*

Structures & Improves - Leased	R-39	\$ 153
--------------------------------	------	--------

\*\*\*\*\*

1. To adjust the accumulated depreciation reserve to reflect the retirement of the L&P office building. (Traxler)	\$	153
--	----	-----

\*\*\*\*\*

Office Furniture & Equipment	R-40	\$ (19)
------------------------------	------	---------

\*\*\*\*\*

1. To adjust the accumulated depreciation reserve to reflect the retirement of the L&P office building. (Traxler)	\$	(19)
--	----	------

\*\*\*\*\*

Computer Hardware	R-41	\$ 1,957
-------------------	------	----------

\*\*\*\*\*

1. To adjust the accumulated depreciation reserve to reflect the retirement of the L&P office building. (Traxler)	\$	1,957
--	----	-------

\*\*\*\*\*

Computer Software	R-42	\$ 10,625
-------------------	------	-----------

\*\*\*\*\*

1. To adjust the accumulated depreciation reserve to reflect the retirement of the L&P office building. (Traxler)	\$	10,625
--	----	--------

\*\*\*\*\*

Computer Systems Development	R-43	\$ 3,918
------------------------------	------	----------

\*\*\*\*\*

1. To adjust the accumulated depreciation reserve to reflect the retirement of the L&P office building. (Traxler)	\$	3,918
--	----	-------

Aquila, Inc. Dba Aquila Networks - L&P Gas

Case: GR-04-072D

L&P Updated For Known & Meas. thru Sept. 30, 2003

Adjustments to Depreciation Reserve

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
-----------------------	------------------------	------------------------

\*\*\*\*\*

Trans Equip - Med Trucks	R-45	\$	1
--------------------------	------	----	---

\*\*\*\*\*

1. To adjust the accumulated depreciation reserve to reflect the retirement of the L&P office building. (Traxler)	\$	1
--	----	---

\*\*\*\*\*

Tools, Shop & Garage Equip	R-46	\$	25
----------------------------	------	----	----

\*\*\*\*\*

1. To adjust the accumulated depreciation reserve to reflect the retirement of the L&P office building. (Traxler)	\$	25
--	----	----

\*\*\*\*\*

Communications Equipment	R-48	\$	55
--------------------------	------	----	----

\*\*\*\*\*

1. To adjust the accumulated depreciation reserve to reflect the retirement of the L&P office building. (Traxler)	\$	55
--	----	----

## Aquila, Inc. Dba Aquila Networks - L&amp;P Gas

Case: GR-04-072D

L&amp;P Updated For Known &amp; Meas. thru Sept. 30, 2003

## Cash Working Capital

Line No	Acct Description	Test Year Expenses	Revenue Lag	Expense Lag	Net Lag (C) - (D)	Factor (Col E/365)	CWC Req (B) x (F)
	(A)	(B)	(C)	(D)	(E)	(F)	(G)
Operation and Maintenance Expense							
1	Cash Vouchers	\$ 404,006	21.5900	44.1400	(22.5500)	(0.061781)	\$ (24,960)
2	Federal Income Tax Withheld	177,038	21.5900	16.2700	5.3200	0.014575	2,580
3	State Income Tax Withheld	41,377	21.5900	18.4940	3.0960	0.008482	351
4	FICA Taxes Withheld - Employee	59,824	21.5900	16.2600	5.3300	0.014603	874
5	Net Payroll	675,744	21.5900	13.3844	8.2056	0.022481	15,191
6	Accrued Vacation	26,582	21.5900	365.0000	(343.4100)	(0.940849)	(25,010)
7	Purchased Gas	4,050,133	21.5900	40.2187	(18.6287)	(0.051038)	(206,711)
8	Purchased Gas Reversal	(4,050,133)	0.0000	0.0000	0.0000	0.000000	0
9	Injuries and Damages	21,823	21.5900	388.0000	(366.4100)	(1.003863)	(21,907)
10	Pension Fund Payments	757	21.5900	90.0000	(68.4100)	(0.187425)	(142)
11	Lease Payments	0	21.5900	67.3200	(45.7300)	(0.125288)	0
12	Total Operation and Maintenance Expense	\$ 1,407,151					\$ (259,734)
Taxes							
13	Ad Valorem/Property Taxes	\$ 115,497	21.5900	193.0000	(171.4100)	(0.469616)	\$ (54,239)
14	FICA Taxes Paid - Employer's	59,824	21.5900	16.2689	5.3211	0.014578	872
15	Unemployment Taxes (FUTA & SUTA)	1,769	21.5900	109.3199	(87.7299)	(0.240356)	(425)
16	Corporate Franchise Taxes	0	21.5900	(78.0000)	99.5900	0.272849	0
17	City Franchise Taxes	204,415	21.5900	46.9038	(25.3138)	(0.069353)	(14,177)
18	Sales Taxes	199,665	4.3800	37.0500	(32.6700)	(0.089507)	(17,871)
19	Total Taxes	\$ 581,170					\$ (85,840)
20	Total Cash Working Capital Req						\$ (345,574)

## Aquila, Inc. Dba Aquila Networks - L&amp;P Gas

Case: GR-04-072D

L&amp;P Updated For Known &amp; Meas. thru Sept. 30, 2003

## Income Statement

Line No	Acct	Description	Total Company	Total Co Adjustment	Alloc Factor	Jurisdictional Adjustment	Adjusted Jurisdictional
	(A)		(B)	(C)	(D)	(E)	(F)
Operating Revenues							
1		Sales to Retail Customers	\$ 3,195,212	\$ (2,056,953)	100.0000	\$ 0 S-1	\$ 1,138,259
2	481.000	Commercial & Industrial Sales	2,276,362	(1,701,933)	100.0000	0 S-2	574,429
3	487.000	Forfeited Discounts	17,689	0	100.0000	0 S-3	17,689
4	488.000	Miscellaneous Service Revenues	12,072	0	100.0000	0 S-4	12,072
5	489.000	Gas Transportation Revenues	208,002	30,841	100.0000	0 S-5	238,843
6		Interdepartmental Revenues	995	0	100.0000	0 S-6	995
7		Other Gas Revenues	(4)	0	100.0000	0 S-7	(4)
8		Total	\$ 5,710,328	\$ (3,728,045)		\$ 0	\$ 1,982,283
Operation & Maintenance Expense							
9	803.000	Nat Gas Trans Line Purchases	\$ 31,308	\$ (31,308)	100.0000	\$ 0 S-8	\$ 0
10	804.000	Natural Gas City Gate Purchases	2,443,363	(2,443,363)	100.0000	0 S-9	0
11	805.100	Purchased Gas Cost Adjustments	934,032	(934,032)	100.0000	0 S-11	0
12	808.100	Gas Withdrawn From Storage - Debit	1,574,639	(1,574,639)	100.0000	0 S-12	0
13	808.200	Gas Delivered to Storage - Credit	(926,443)	926,443	100.0000	0 S-10	0
14	812.000	Gas Used-Other Utility Oper-Credit	(6,718)	6,721	100.0000	0 S-13	3
15	813.000	Other Gas Supply Expense	(39)	(2)	100.0000	0 S-14	(41)
16	824.000	Other Gas Storage Expenses	0	0	100.0000	0 S-15	0
17	850.000	Operations Suprv & Engineering	0	0	100.0000	0 S-16	0
18	851.000	System Control & Load Dispatch	0	0	100.0000	0 S-17	0
19	859.000	Other Transmission Expesne	262	7	100.0000	0 S-19	269
20	865.000	Maint of Meas & Reg Sta Equip	10	(1)	100.0000	0 S-18	9
21	367.000	Maint of Other Equipment	25	0	100.0000	0 S-20	25
22	870.000	Distr Operations Suprv & Eng.	51,384	1,657	100.0000	0 S-21	53,041
23	871.000	Distribution Load Dispatching	13	(2)	100.0000	0 S-22	11
24	872.000	Compressor Sta Labor & Expense	7	0	100.0000	0 S-23	7
25	874.000	Mains Services Expenses	96,512	2,645	100.0000	0 S-24	99,157
26	875.000	Meas & Reg Sta Exp - General	0	0	100.0000	0 S-25	0
27	876.000	Meas & REg Sta Exp - Industrial	887	23	100.0000	0 S-26	910
28	877.000	Meas & Reg Sta Exp - City Gate	38,217	982	100.0000	0 S-27	39,199
29	878.000	Meter & House Regulator Expense	103,357	3,111	100.0000	0 S-28	106,468
30	879.000	Customer Installation Expense	22,075	625	100.0000	0 S-29	22,700
31	880.000	Distribution - Other Expenses	121,318	(14,667)	100.0000	0 S-30	106,651
32	881.000	Distribution - Rents	1,664	(12)	100.0000	0 S-31	1,652
33	885.000	Dist. Maint Suprv & Engineering	0	0	100.0000	0 S-32	0
34	886.000	Maint of Structures & Improvements	0	0	100.0000	0 S-33	0
35	887.000	Maintenance of Mains	30,007	(3,125)	100.0000	0 S-34	26,882
36	888.000	Maint of Compressor Sta Equip	0	0	100.0000	0 S-35	0

## Aquila, Inc. Dba Aquila Networks - L&amp;P Gas

Case: GR-04-072D

L&amp;P Updated For Known &amp; Meas. thru Sept. 30, 2003

## Income Statement

Line No	Acct	Description	Total Company	Total Co Adjustment	Alloc Factor	Jurisdictional Adjustment	Adjusted Jurisdictional
	(A)		(B)	(C)	(D)	(E)	(F)
37	889.000	Maint of Meas & Reg Sta Equip-Gen	22,942	(2,487)	100.0000	0 S-36	20,455
38	890.000	Maint of Meas & Reg Sta Equip-Ind	2,385	(316)	100.0000	0 S-37	2,069
39	891.000	Maint of Meas & Reg St Equip-City G	749	(103)	100.0000	0 S-38	646
40	892.000	Maintenance of Services	7,459	(758)	100.0000	0 S-39	6,701
41	893.000	Maint of Meters & House Regulators	11,026	(1,458)	100.0000	0 S-40	9,568
42	894.000	Maintenance of Other Equipment	4,915	(653)	100.0000	0 S-41	4,262
43	901.000	Customer Accounts Supervision	131,883	(1,349)	10.9220	0 S-43	14,257
44	902.000	Cust Accts Meter Reading Exp	498,154	16,210	8.2900	0 S-44	42,641
45	903.000	Cust Accts Records & Collection	927,779	(26,286)	8.1210	7,572 S-45	80,782
46	904.000	Uncollectible Accounts	634,957	15	10.1310	(23,259) S-46	41,070
47	905.000	Misc Customer Accounts Exp	3	0	6.9620	0 S-47	0
48	907.000	Customer Service Supervision	88,772	1,871	9.9530	0 S-48	9,022
49	908.000	Customer Assistance Expesne	0	0	100.0000	7,500 S-49	7,500
50	909.000	Information & Instruction Ads	173,181	(32,782)	5.0470	0 S-50	7,086
51	910.000	Misc Customer Accounts & Info Exp	12,131	141	9.8410	0 S-51	1,208
52	911.000	Sales & Supervision	12,389	1,379	10.4060	0 S-52	1,433
53	912.000	Sales Demonstrating & Selling	20,354	(1,394)	0.0000	0 S-53	0
54	913.000	Sales Advertising Expenses	55,375	(13,483)	10.6120	0 S-54	4,446
55	916.000	Miscellaneous Sales Expense	183,372	255	2.8360	0 S-55	5,208
56	920.000	Admin & General Salaries	2,612,355	(208,756)	6.9490	0 S-56	167,026
57	921.000	Office Supplies and Expense	3,045,109	(1,109,234)	5.5920	0 S-57	108,254
58	922.000	Amis Expense Transfer Credit	(201,046)	2,858	4.2620	0 S-58	(8,447)
59	922.001	Admin Expense Transfer Credit	(220,634)	21,757	6.0680	0 S-59	(12,068)
60	923.000	Outside Services Employed	1,148,960	(188,076)	5.7510	0 S-60	55,260
61	924.000	Property Insurance	318,138	681,866	0.0000	0 S-61	0
62	925.000	Injuries & Damages	231,976	1,169,286	6.1900	0 S-62	86,738
63	926.000	Employee Pensions & Benefits	(1,228,237)	3,501,839	7.6700	78,685 S-63	253,070
64	927.000	Franchise Requirements	0	278	0.0000	0 S-64	0
65	928.000	Regulatory Commission Expense	334,181	99	7.0020	2,966 S-65	26,372
66	929.000	Duplicate Charges - Credit	(210,109)	0	0.0000	0 S-66	0
67	930.100	General Advertising Expense	0	0	0.0000	0 S-67	0
68	930.200	Miscellaneous General Expenses	192,338	(92,425)	6.1630	0 S-68	6,158
69	931.000	Admin & General Expense	72,524	(11,159)	6.4130	0 S-69	3,935
70	935.000	Admin & General Maint Expense	169,333	(12,418)	3.5410	0 S-70	5,556
71		Total	\$ 13,568,594	\$ (364,220)		\$ 73,464	\$ 1,407,151
Depreciation Expense							
72		Depreciation Expense	\$ 13,336,913	\$ 0	1.5360	\$ 49,346 S-71	\$ 254,201
73		Total	\$ 13,336,913	\$ 0		\$ 49,346	\$ 254,201

## Aquila, Inc. Dba Aquila Networks - L&amp;P Gas

Case: GR-04-072D

L&amp;P Updated For Known &amp; Meas. thru Sept. 30, 2003

## Income Statement

Line No	Acct	Description	Total Company	Total Co Adjustment	Alloc Factor	Jurisdictional Adjustment	Adjusted Jurisdictional
	(A)		(B)	(C)	(D)	(E)	(F)
Other Operating Expenses							
74	404.000	Amort. of Limited Term Plant	\$ 55,198	\$ 0	0.0000	\$ 0 S-72	\$ 0
75	405.000	Amortization of Other Plant	2,205	0	1.5360	0 S-73	34
76		Cost of Removal/Salvage	0	0	100.0000	21,891 S-74	21,891
77	408.000	Taxes Other Than Income Taxes	4,877,232	(118,105)	2.7880	0 S-75	132,684
78		Total	\$ 4,934,635	\$ (118,105)		\$ 21,891	\$ 154,609
*****							
79		Total Operating Expenses	\$ 31,840,142	\$ (482,325)		\$ 144,701	\$ 1,815,961
*****							
*****							
80		Net Income Before Taxes	\$ (26,129,814)	\$ (3,245,720)		\$ (144,701)	\$ 166,322
*****							
Current Income Taxes							
81	409.100	Current Income Taxes	\$ 2,415,194	\$ 0	100.0000	\$ (2,415,194) S-76	\$ 0
82		Total	\$ 2,415,194	\$ 0		\$ (2,415,194)	\$ 0
Deferred Income Taxes							
83		Deferred Income Taxes-Utility Oper	\$ 4,702,697	\$ 0	100.0000	\$ (4,686,803) S-77	\$ 15,894
84	411.100	Def Inc Tax Utility Oper Oper-Cred	(6,010,724)	0	100.0000	6,009,871 S-78	(853)
85	411.400	Investment Tax Credit	(399,516)	0	100.0000	397,273 S-79	(2,243)
86		Total	\$ (1,707,543)	\$ 0		\$ 1,720,341	\$ 12,798
*****							
87		Total Income Taxes	\$ 707,651	\$ 0		\$ (694,853)	\$ 12,798
*****							
*****							
88		Net Operating Income	\$ (26,837,465)	\$ (3,245,720)		\$ 550,152	\$ 153,524
*****							

Aquila, Inc. Dba Aquila Networks - L&amp;P Gas

Case: GR-04-072D

L&amp;P Updated For Known &amp; Meas. thru Sept. 30, 2003

## Adjustments to Income Statement

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
-----------------------	------------------------	------------------------

\*\*\*\*\*

Sales to Retail Customers	S-1	\$ (2,056,953)
---------------------------	-----	----------------

\*\*\*\*\*

1. To increase revenues to reflect tnormal weather for residential customers. (Harris)		\$ 27,651
---	--	-----------

2. To decrease residential revenues by removing test year gas costs. (Harris)		\$ (2,158,231)
--	--	----------------

3. To adjust test year revnues to reflect the annualization of residential customer growth. (Harris)		\$ 73,627
---	--	-----------

\*\*\*\*\*

Commercial & Industrial Sales	S-2	\$ (1,701,933)
-------------------------------	-----	----------------

\*\*\*\*\*

1. To increase revenues to reflect normal weather for general service commercial customers. (Harris)		\$ 11,410
---	--	-----------

2. To decrease general service revenues by removing test year gas costs. (Harris)		\$ (953,761)
--	--	--------------

3. To decrease large valume revenues by removing test year gas costs. (Harris)		\$ (770,387)
---	--	--------------

4. To increase revenues to reflect normal weather for general service industrial customers. (Ross)		\$ 46
---	--	-------

5. To increase revenues to reflect normal weather for large volume commercial customers. (Ross)		\$ 1,063
--	--	----------

Aquila, Inc. Dba Aquila Networks - L&P Gas  
 Case: GR-04-072D  
 L&P Updated For Known & Meas. thru Sept. 30, 2003

Adjustments to Income Statement

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
-----------------------	------------------------	------------------------

6. To decrease revenues to reflect large volume customers switching rates during the test year. (Ross)	\$ (36,186)	
---	-------------	--

7. To adjust test year revenues to reflect the annualization of the GS-Commercial customer growth. (Harris)	\$ 45,882	
--	-----------	--

\*\*\*\*\*  
 Gas Transportation Revenues S-5 \$ 30,841  
 \*\*\*\*\*

1. To decrease transportation revenues by eliminating transition costs during the test year. (Harris)	\$ (3,072)	
--	------------	--

2. To increase transportation revenues to reflect large volume customers switching during the test year. (Ross)	\$ 33,913	
--	-----------	--

\*\*\*\*\*  
 Nat Gas Trans Line Purchases S-8 \$ (31,308)  
 \*\*\*\*\*

1. To eliminate natural gas transmission line purchases during the test year. (Harris)	\$ (31,308)	
---	-------------	--

\*\*\*\*\*  
 Natural Gas City Gate Purchases S-9 \$ (2,443,363)  
 \*\*\*\*\*

1. To eliminate natural gas city gate purchases during the test year. (Harris)	\$ (2,443,363)	
---	----------------	--



Aquila, Inc. Dba Aquila Networks - L&P Gas  
 Case: GR-04-072D  
 L&P Updated For Known & Meas. thru Sept. 30, 2003

Adjustments to Income Statement

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
-----------------------	------------------------	------------------------

***** Gas Delivered to Storage - Credit	S-10	\$ 926,443
*****		

1. To eliminate the credit for natural gas delivered to storage during the test year. (Harris)	\$	926,443
---	----	---------

***** Purchased Gas Cost Adjustments	S-11	\$ (934,032)
*****		

1. To eliminate the purchase gas cost adjustments that occurred during the test year. (Harris)	\$	(934,032)
---	----	-----------

***** Gas Withdrawn From Storage - Debit	S-12	\$ (1,574,639)
*****		

1. To eliminate the natural gas withdrawn from storage during the test year. (Harris)	\$	(1,574,639)
--	----	-------------

***** Gas Used-Other Utility Oper-Credit	S-13	\$ 6,721
*****		

1. To adjust test year non-payroll expense to remove costs associated with the corporate financial restructuring. (Hyneman)	\$	1
2. To remove the credit for natural gas used for other utility operations during the test year. (Harris)	\$	6,718
3. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$	2

Aquila, Inc. DbA Aquila Networks - L&P Gas  
 Case: GR-04-072D  
 L&P Updated For Known & Meas. thru Sept. 30, 2003

Adjustments to Income Statement

Adj No Description		Total Co Adjustment	Mo Juris Adjustment
*****			
Other Gas Supply Expense	S-14	\$	(2)
*****			
1. To adjust test year expense to reflect the annualization of payroll at Sept. 30, 2003. (Eaves)		\$	(2)
*****			
Maint of Meas & Reg Sta Equip	S-18	\$	(1)
*****			
1. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)		\$	(1)
*****			
Other Transmission Expesne	S-19	\$	7
*****			
1. To adjust test year expense to reflect the annualization of payroll at Sept. 30, 2003. (Eaves)		\$	13
2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)		\$	(3)
3. To adjust test year non-payroll expense to remove costs associated with the corporate financial restructuring. (Hyneman)		\$	(1)
4. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)		\$	(2)

Aquila, Inc. Dba Aquila Networks - L&P Gas  
Case: GR-04-072D  
L&P Updated For Known & Meas. thru Sept. 30, 2003

Adjustments to Income Statement

---

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
-----------------------	------------------------	------------------------

---

\*\*\*\*\*  
Distr Operations Suprv & Eng.                      S-21                      \$                      1,657  
\*\*\*\*\*

- 1. To adjust test year expense to reflect the annualization of  
payroll at Sept. 30, 2003.  
(Eaves)                      \$                      2,397
- 2. To adjust test year payroll cost to remove cost associated  
with the corporate financial restructuring.  
(Eaves)                      \$                      (586)
- 3. To adjust test year non-payroll expense to remove costs  
associated with the corporate financial restructuring.  
(Hyneman)                      \$                      (40)
- 4. To reflect non-labor corporate costs at August factors  
(CS-16A).  
(Hyneman)                      \$                      (114)

\*\*\*\*\*  
Distribution Load Dispatching                      S-22                      \$                      (2)  
\*\*\*\*\*

- 1. To adjust test year non-payroll expense to remove costs  
associated with the corporate financial restructuring.  
(Hyneman)                      \$                      (1)
- 2. To reflect non-labor corporate costs at August factors  
(CS-16A).  
(Hyneman)                      \$                      (1)

\*\*\*\*\*  
Mains Services Expenses                      S-24                      \$                      2,645  
\*\*\*\*\*

- 1. To adjust test year expense to reflect the annualization of  
payroll at Sept. 30, 2003.  
(Eaves)                      \$                      3,508

Aquila, Inc. DbA Aquila Networks - L&P Gas  
 Case: GR-04-072D  
 L&P Updated For Known & Meas. thru Sept. 30, 2003

Adjustments to Income Statement

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
-----------------------	------------------------	------------------------

- |  |    |       |
|--|----|-------|
| 2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring.<br>(Eaves)           | \$ | (858) |
| 3. To adjust test year non-payroll expense to remove costs associated with the corporate financial restructuring.<br>(Hyneman) | \$ | (1)   |
| 4. To reflect non-labor corporate costs at August factors (CS-16A).<br>(Hyneman)   | \$ | (4)   |

\*\*\*\*\*  
 Meas & REg Sta Exp - Industrial S-26 \$ 23  
 \*\*\*\*\*

- |  |    |     |
|--|----|-----|
| 1. To adjust test year expense to reflect the annualization of payroll at Sept. 30, 2003.<br>(Eaves)                 | \$ | 31  |
| 2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring.<br>(Eaves) | \$ | (8) |

\*\*\*\*\*  
 Meas & Reg Sta Exp - City Gate S-27 \$ 982  
 \*\*\*\*\*

- |  |    |       |
|--|----|-------|
| 1. To adjust test year expense to reflect the annualization of payroll at Sept. 30, 2003.<br>(Eaves)                 | \$ | 1,300 |
| 2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring.<br>(Eaves) | \$ | (318) |

## Aquila, Inc. Dba Aquila Networks - L&amp;P Gas

Case: GR-04-072D

L&amp;P Updated For Known &amp; Meas. thru Sept. 30, 2003

## Adjustments to Income Statement

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
-----------------------	------------------------	------------------------

\*\*\*\*\*  
 Meter & House Regulator Expense                      S-28                      \$              3,111  
 \*\*\*\*\*

- |  |    |         |
|--|----|---------|
| 1. To adjust test year expense to reflect the annualization of payroll at Sept. 30, 2003.<br>(Eaves)                 | \$ | 4,119   |
| 2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring.<br>(Eaves) | \$ | (1,008) |

\*\*\*\*\*  
 Customer Installation Expense                      S-29                      \$              625  
 \*\*\*\*\*

- |  |    |       |
|--|----|-------|
| 1. To adjust test year expense to reflect the annualization of payroll at Sept. 30, 2003.<br>(Eaves)                 | \$ | 827   |
| 2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring.<br>(Eaves) | \$ | (202) |

\*\*\*\*\*  
 Distribution - Other Expenses                      S-30                      \$              (14,667)  
 \*\*\*\*\*

- |  |    |       |
|--|----|-------|
| 1. To adjust test year expense to reflect the annualization of payroll at Sept. 30, 2003.<br>(Eaves)                           | \$ | 3,301 |
| 2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring.<br>(Eaves)           | \$ | (807) |
| 3. To adjust test year non-payroll expense to remove costs associated with the corporate financial restructuring.<br>(Hyneman) | \$ | (958) |

Aquila, Inc. Dba Aquila Networks - L&P Gas  
 Case: GR-04-072D  
 L&P Updated For Known & Meas. thru Sept. 30, 2003

Adjustments to Income Statement

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
4. To remove State-Based Reorganization Costs (CS-10) SJLP Company (Corrected). (Hyneman)	\$ (13,499)	
5. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ (2,704)	
*****		
Distribution - Rents S-31	\$ (12)	
*****		
1. To adjust test year non-payroll expense to remove costs associated with the corporate financial restructuring. (Hyneman)	\$ (3)	
2. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ (9)	
*****		
Maintenance of Mains S-34	\$ (3,125)	
*****		
1. To adjust test year expense to reflect the annualization of payroll at Sept. 30, 2003. (Eaves)	\$ 1,075	
2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$ (263)	
3. To adjust test year non-payroll expense to remove costs associated with the corporate financial restructuring. (Hyneman)	\$ (3)	
4. To adjust test year expense to annualize the distribution maintenance expense, excluding payroll. (Preston)	\$ (3,926)	

Aquila, Inc. Dba Aquila Networks - L&P Gas  
Case: GR-04-072D  
L&P Updated For Known & Meas. thru Sept. 30, 2003

Adjustments to Income Statement

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
-----------------------	------------------------	------------------------

5. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$	(8)
---	----	-----

\*\*\*\*\*

Maint of Meas & Reg Sta Equip-Gen	S-36	\$	(2,487)
-----------------------------------	------	----	---------

\*\*\*\*\*

1. To adjust test year expense to reflect the annualization of payroll at Sept. 30, 2003. (Eaves)	\$	796
---	----	-----

2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$	(195)
---	----	-------

3. To adjust test year non-payroll expense to remove costs associated with the corporate financial restructuring. (Hyneman)	\$	(22)
---	----	------

4. To adjust test year expense to annualize the distribution maintenance expense, excluding payroll. (Preston)	\$	(3,003)
--	----	---------

5. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$	(63)
---	----	------

\*\*\*\*\*

Maint of Meas & Reg Sta Equip-Ind	S-37	\$	(316)
-----------------------------------	------	----	-------

\*\*\*\*\*

1. To adjust test year expense to reflect the annualization of payroll at Sept. 30, 2003. (Eaves)	\$	80
---	----	----

2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$	(20)
---	----	------

Aquila, Inc. Dba Aquila Networks - L&P Gas  
Case: GR-04-072D  
L&P Updated For Known & Meas. thru Sept. 30, 2003

Adjustments to Income Statement

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
3. To adjust test year non-payroll expense to remove costs associated with the corporate financial restructuring. (Hyneman)	\$	(17)
4. To adjust test year expense to annualize the distribution maintenance expense, excluding payroll. (Preston)	\$	(312)
5. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$	(47)
*****		
Maint of Meas & Reg St Equip-City G	S-38	\$ (103)
*****		
1. To adjust test year expense to reflect the annualization of payroll at Sept. 30, 2003. (Eaves)	\$	29
2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$	(7)
3. To adjust test year non-payroll expense to remove costs associated with the corporate financial restructuring. (Hyneman)	\$	(7)
4. To adjust test year expense to annualize the distribution maintenance expense, excluding payroll. (Preston)	\$	(98)
5. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$	(20)



Aquila, Inc. Dba Aquila Networks - L&P Gas  
 Case: GR-04-072D  
 L&P Updated For Known & Meas. thru Sept. 30, 2003

Adjustments to Income Statement

-----  
 Adj Total Co Mo Juris  
 No Description Adjustment Adjustment  
 -----

\*\*\*\*\*  
 Maintenance of Services S-39 \$ (758)  
 \*\*\*\*\*

- 1. To adjust test year expense to reflect the annualization of payroll at Sept. 30, 2003. (Eaves) \$ 289
- 2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves) \$ (71)
- 3. To adjust test year expense to annualize the distribution maintenance expense, excluding payroll. (Preston) \$ (976)

\*\*\*\*\*  
 Maint of Meters & House Regulators S-40 \$ (1,458)  
 \*\*\*\*\*

- 1. To adjust test year expense to reflect the annualization of payroll at Sept. 30, 2003. (Eaves) \$ 397
- 2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves) \$ (97)
- 3. To adjust test year non-payroll expense to remove costs associated with the corporate financial restructuring. (Hyneman) \$ (82)
- 4. To adjust test year expense to annualize the distribution maintenance expense, excluding payroll. (Preston) \$ (1,443)
- 5. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman) \$ (233)

Aquila, Inc. Dba Aquila Networks - L&P Gas  
 Case: GR-04-072D  
 L&P Updated For Known & Meas. thru Sept. 30, 2003

Adjustments to Income Statement

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
-----------------------	------------------------	------------------------

\*\*\*\*\*  
 Maintenance of Other Equipment                    S-41                    \$            (653)  
 \*\*\*\*\*

- |  |    |       |
|--|----|-------|
| 1. To adjust test year expense to reflect the annualization of payroll at Sept. 30, 2003.<br>(Eaves)                           | \$ | 2     |
| 2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring.<br>(Eaves)           | \$ | (1)   |
| 3. To adjust test year non-payroll expense to remove costs associated with the corporate financial restructuring.<br>(Hyneman) | \$ | (2)   |
| 4. To adjust test year expense to annualize the distribution maintenance expense, excluding payroll.<br>(Preston)              | \$ | (646) |
| 5. To reflect non-labor corporate costs at August factors (CS-16A).<br>(Hyneman)   | \$ | (6)   |

\*\*\*\*\*  
 Customer Accounts Supervision                    S-43                    \$            (1,349)  
 \*\*\*\*\*

- |  |    |         |
|--|----|---------|
| 1. To adjust test year expense to reflect the annualization of payroll at Sept. 30, 2003.<br>(Eaves)                           | \$ | 4,655   |
| 2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring.<br>(Eaves)           | \$ | (1,139) |
| 3. To adjust test year non-payroll expense to remove costs associated with the corporate financial restructuring.<br>(Hyneman) | \$ | (1,209) |

Aquila, Inc. Dba Aquila Networks - L&P Gas

Case: GR-04-072D

L&P Updated For Known & Meas. thru Sept. 30, 2003

Adjustments to Income Statement

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
4. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ (3,413)	
5. To adjust test year expense to reflect Staff's disallowance of advertising expenses. (Miller)	\$ (243)	
*****		
Cust Accts Meter Reading Exp	S-44 \$ 16,210	
*****		
1. To adjust test year expense to reflect the annualization of payroll at Sept. 30, 2003. (Eaves)	\$ 21,551	
2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$ (5,272)	
3. To adjust test year non-payroll expense to remove costs associated with the corporate financial restructuring. (Hyneman)	\$ (18)	
4. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ (51)	
*****		
Cust Accts Records & Collection	S-45 \$ (26,286)	\$ 7,572
*****		
1. To adjust test year expense to reflect the annualization of payroll at Sept. 30, 2003. (Eaves)	\$ 27,352	
2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$ (6,691)	

Aquila, Inc. Dba Aquila Networks - L&P Gas  
Case: GR-04-072D  
L&P Updated For Known & Meas. thru Sept. 30, 2003

Adjustments to Income Statement

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
3. To adjust test year non-payroll expense to remove costs associated with the corporate financial restructuring. (Hyneman)	\$ (14,354)	
4. To adjust test year expense to include the interest paid on customer deposits. (Preston)		\$ 1,860
5. To adjust test year expense to annualize the cost of postage expense. (Preston)	\$ 7,922	
6. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ (40,515)	
7. To adjust test year expense to include in the cost of the service interest costs associated with the sale of the accounts receivables. (Preston)		\$ 5,712
*****		
Uncollectible Accounts	S-46	\$ (23,259)
*****		
1. To adjust test year non-payroll expense to remove costs associated with the corporate financial restructuring. (Hyneman)	\$ 4	
2. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ 11	
3. To adjust test year expense to reflect the annualization of the Bad Debt expense. (Harris)		\$ (23,259)

Aquila, Inc. Dba Aquila Networks - L&P Gas  
Case: GR-04-072D  
L&P Updated For Known & Meas. thru Sept. 30, 2003

Adjustments to Income Statement

Adj No Description		Total Co Adjustment	Mo Juris Adjustment
*****			
Customer Service Supervision	S-48	\$ 1,871	
*****			
1. To adjust test year expense to reflect the annualization of payroll at Sept. 30, 2003. (Eaves)		\$ 3,938	
2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)		\$ (963)	
3. To adjust test year non-payroll expense to remove costs associated with the corporate financial restructuring. (Hyneman)		\$ (289)	
4. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)		\$ (815)	
*****			
Customer Assistance Expesne	S-49		\$ 7,500
*****			
1. To adjust test year expense to include in the cost of service money for a weatherization program. (Ross)			\$ 7,500
*****			
Information & Instruction Ads	S-50	\$ (32,782)	
*****			
1. To adjust test year expense to reflect the annualization of payroll at Sept. 30, 2003. (Eaves)		\$ 5,114	
2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)		\$ (1,251)	

## Aquila, Inc. Dba Aquila Networks - L&amp;P Gas

Case: GR-04-072D

L&amp;P Updated For Known &amp; Meas. thru Sept. 30, 2003

## Adjustments to Income Statement

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
-----------------------	------------------------	------------------------

3. To adjust test year non-payroll expense to remove costs associated with the corporate financial restructuring. (Hyneman)	\$ (1,477)	
4. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ (4,169)	
5. To adjust test year expense to reflect Staff's disallowance of advertising expenses. (Miller)	\$ (30,999)	

\*\*\*\*\*

Misc Customer Accounts & Info Exp	S-51	\$ 141
-----------------------------------	------	--------

\*\*\*\*\*

1. To adjust test year expense to reflect the annualization of payroll at Sept. 30, 2003. (Eaves)	\$ 525	
2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$ (128)	
3. To adjust test year non-payroll expense to remove costs associated with the corporate financial restructuring. (Hyneman)	\$ (67)	
4. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ (189)	

\*\*\*\*\*

Sales & Supervision	S-52	\$ 1,379
---------------------	------	----------

\*\*\*\*\*

1. To adjust test year expense to reflect the annualization of payroll at Sept. 30, 2003. (Eaves)	\$ 737	
--	--------	--

Aquila, Inc. DbA Aquila Networks - L&P Gas  
 Case: GR-04-072D  
 L&P Updated For Known & Meas. thru Sept. 30, 2003

## Adjustments to Income Statement

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
-----------------------	------------------------	------------------------

2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$	(180)
--	----	-------

3. To adjust test year non-payroll expense to remove costs associated with the corporate financial restructuring. (Hyneman)	\$	200
--	----	-----

4. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$	622
---	----	-----

***** Sales Demonstrating & Selling	S-53	\$	(1,394)
--	------	----	---------

1. To adjust test year expense to reflect the annualization of payroll at Sept. 30, 2003. (Eaves)	\$	736
--	----	-----

2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$	(180)
--	----	-------

3. To adjust test year non-payroll expense to remove costs associated with the corporate financial restructuring. (Hyneman)	\$	(510)
--	----	-------

4. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$	(1,440)
---	----	---------

***** Sales Advertising Expenses	S-54	\$	(13,483)
-------------------------------------	------	----	----------

1. To adjust test year expense to reflect the annualization of payroll at Sept. 30, 2003. (Eaves)	\$	155
--	----	-----

Aquila, Inc. Dba Aquila Networks - L&P Gas  
Case: GR-04-072D  
L&P Updated For Known & Meas. thru Sept. 30, 2003

Adjustments to Income Statement

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$ (38)	
3. To adjust test year non-payroll expense to remove costs associated with the corporate financial restructuring. (Hyneman)	\$ (464)	
4. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ (1,310)	
5. To adjust test year expense to reflect Staff's disallowance of advertising expenses. (Miller)	\$ (11,826)	
*****		
Miscellaneous Sales Expense	S-55	\$ 255
*****		
1. To adjust test year expense to reflect the annualization of payroll at Sept. 30, 2003. (Eaves)	\$ 5,317	
2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$ (1,301)	
3. To adjust test year non-payroll expense to remove costs associated with the corporate financial restructuring. (Hyneman)	\$ (984)	
4. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ (2,777)	



Aquila, Inc. Dba Aquila Networks - L&amp;P Gas

Case: GR-04-072D

L&amp;P Updated For Known &amp; Meas. thru Sept. 30, 2003

## Adjustments to Income Statement

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
-----------------------	------------------------	------------------------

\*\*\*\*\*

Admin & General Salaries	S-56	\$ (208,756)
--------------------------	------	--------------

\*\*\*\*\*

- |  |    |           |
|--|----|-----------|
| 1. To adjust test year expense to reflect the annualization of payroll at Sept. 30, 2003.<br>(Eaves)                           | \$ | 106,191   |
| 2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring.<br>(Eaves)           | \$ | (25,976)  |
| 3. To adjust test year non-payroll expense to remove costs associated with the corporate financial restructuring.<br>(Hyneman) | \$ | (2,935)   |
| 4. To reflect non-labor corporate costs at August factors (CS-16A).<br>(Hyneman)   | \$ | (8,285)   |
| 5. To remove State-Based Reorganization Costs (CS-10) SJLP Company (Corrected).<br>(Hyneman)                                   | \$ | (277,751) |

\*\*\*\*\*

Office Supplies and Expense	S-57	\$ (1,109,234)
-----------------------------	------	----------------

\*\*\*\*\*

- |  |    |           |
|--|----|-----------|
| 1. To adjust test year non-payroll expense to remove costs associated with the corporate financial restructuring.<br>(Hyneman) | \$ | (85,443)  |
| 2. To adjust test year expense to reflect the annualization of postage expense.<br>(Preston)                                   | \$ | 1,427     |
| 3. To reflect non-labor corporate costs at August factors (CS-16A).<br>(Hyneman)   | \$ | (241,167) |

Aquila, Inc. Dba Aquila Networks - L&P Gas  
Case: GR-04-072D  
L&P Updated For Known & Meas. thru Sept. 30, 2003

Adjustments to Income Statement

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
4. To remove State-Based Reorganization Costs (CS-10) SJLP Company (Corrected). (Hyneman)	\$ (5,413)	
5. To adjust test year expense to remove corporate allocated TransUCU costs included in per book expense (CS-56). (Hyneman)	\$ (237,971)	
6. To adjust test year expense to remove corporate allocated prior period payroll costs (CS-83) include in the per book expense. (Hyneman)	\$ (499,039)	
7. To adjust test year expense to reflect the elimination of interest charges to this account from corporate. (Hyneman)	\$ (15,991)	
8. To adjust test year expense to reflect Staff's elimination of Dues and Donations recorded in above the line expense. (Miller)	\$ (25,637)	
*****		
Amis Expense Transfer Credit	S-58	\$ 2,858
*****		
1. To adjust test year non-payroll expense to remove costs associated with the corporate financial restructuring. (Hyneman)	\$ 748	
2. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ 2,110	
*****		
Admin Expense Transfer Credit	S-59	\$ 21,757
*****		
1. To adjust test year expense to reflect the annualization of payroll at Sept. 30, 2003. (Eaves)	\$ 33	

Aquila, Inc. Dba Aquila Networks - L&P Gas

Case: GR-04-072D

L&P Updated For Known & Meas. thru Sept. 30, 2003

Adjustments to Income Statement

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
<hr/>		
2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$	(8)
3. To adjust test year non-payroll expense to remove costs associated with the corporate financial restructuring. (Hyneman)	\$	5,685
4. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$	16,047
*****		
Outside Services Employed S-60	\$	(188,076)
*****		
1. To adjust test year non-payroll expense to remove costs associated with the corporate financial restructuring. (Hyneman)	\$	(41,646)
2. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$	(117,548)
3. To remove State-Based Reorganization Costs (CS-10) SJLP Company (Corrected). (Hyneman)	\$	(28,882)
*****		
Property Insurance S-61	\$	681,866
*****		
1. To adjust test year expense to reflect Staff's annualization of insurance expense. (Miller)	\$	681,866

Aquila, Inc. Dba Aquila Networks - L&P Gas  
Case: GR-04-072D  
L&P Updated For Known & Meas. thru Sept. 30, 2003

Adjustments to Income Statement

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
*****		
Injuries & Damages	S-62	\$ 1,169,286
*****		
1. To adjust test year non-payroll expense to remove costs associated with the corporate financial restructuring. (Hyneman)	\$	(5,348)
2. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$	(15,096)
3. To adjust test year expense to reflect Staff's annualization of Injuries and Damages costs. (Miller)	\$	208,380
4. To adjust test year expense to reflect Staff's annualization of insurance expense. (Miller)	\$	981,350
*****		
Employee Pensions & Benefits	S-63	\$ 3,501,839 \$ 78,685
*****		
1. To adjust test year expense to reflect the annulization of the employer's share of health, dental and vision expense. (Eaves)	\$	(233,239)
2. To adjust test year non-payroll expense to remove costs associated with the corporate financial restructuring. (Hyneman)	\$	(26,898)
3. To adjust test year pension expense to reflect the ERISA contribution for pension costs. (Traxler)	\$	4,144,725
4. To adjust test year pensions and benefits expense to remove the corporate allocated charges for Aquila's Supplemental Executive Retirement Program (SERP)> (Hyneman)	\$	(147,031)

Aquila, Inc. Dba Aquila Networks - L&P Gas  
 Case: GR-04-072D  
 L&P Updated For Known & Meas. thru Sept. 30, 2003

Adjustments to Income Statement

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
5. To adjust test year pension expense to reflect the the amortization of the prepaid pension asset. (Traxler)		\$ 77,729
6. To adjust test year expense to reflect the annualization of the 2003 OPEB costs. (Traxler)		\$ 956
7. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ (75,920)	
8. To remove State-Based Reorganization Costs (CS-10) SJLP Company (Corrected). (Hyneman)	\$ (142,617)	
9.		
10. To adjust test year expense to reflect Staff's elimination of Dues and Donations recorded in above the line expense. (Miller)	\$ (15)	
11. To adjust test year expense to reflect Staff's annualization of the 401K expense. (Eaves)	\$ (12,651)	
12. To adjust test year expense to reflect Staff's annualization of the ESOP expense. (Eaves)	\$ (4,515)	
*****		
Franchise Requirements	S-64	\$ 278
*****		
1. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$	278

Aquila, Inc. Dba Aquila Networks - L&P Gas  
 Case: GR-04-072D  
 L&P Updated For Known & Meas. thru Sept. 30, 2003

Adjustments to Income Statement

Adj No Description		Total Co Adjustment	Mo Juris Adjustment
*****			
Regulatory Commission Expense	S-65	\$ 99	\$ 2,966
*****			
1. To adjust test year non-payroll expense to remove costs associated with the corporate financial restructuring. (Hyneman)		\$ 99	
2. To adjust test year expense to reflect Staff's annualization of rate case expense. (Miller)			\$ 701
3. To adjust test year expense to reflect Staff's annualization of the PSC assessment. (Miller)			\$ 2,265
*****			
Miscellaneous General Expenses	S-68	\$ (92,425)	
*****			
1. To adjust test year expense to reflect the annualization of payroll at Sept. 30, 2003. (Eaves)		\$ 613	
2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)		\$ (150)	
3. To adjust test year non-payroll expense to remove costs associated with the corporate financial restructuring. (Hyneman)		\$ (4,154)	
4. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)		\$ (11,724)	
5. To adjust test year expense to reflect Staff's disallowance of advertising expenses. (Miller)		\$ (103)	

Aquila, Inc. Dba Aquila Networks - L&P Gas  
Case: GR-04-072D  
L&P Updated For Known & Meas. thru Sept. 30, 2003

Adjustments to Income Statement

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
6. To adjust test year expense to reflect Staff's elimination of Dues and Donations recorded in above the line expense. (Miller)	\$ (76,907)	
*****		
Admin & General Expense S-69	\$ (11,159)	
*****		
1. To adjust test year non-payroll expense to remove costs associated with the corporate financial restructuring. (Hyneman)	\$ (2,919)	
2. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ (8,240)	
*****		
Admin & General Maint Expense S-70	\$ (12,418)	
*****		
1. To adjust test year expense to reflect the annualization of payroll at Sept. 30, 2003. (Eaves)	\$ 1,652	
2. To adjust test year payroll cost to remove cost associated with the corporate financial restructuring. (Eaves)	\$ (404)	
3. To adjust test year non-payroll expense to remove costs associated with the corporate financial restructuring. (Hyneman)	\$ (3,575)	
4. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$ (10,091)	

Aquila, Inc. Dba Aquila Networks - L&P Gas  
Case: GR-04-072D  
L&P Updated For Known & Meas. thru Sept. 30, 2003

Adjustments to Income Statement

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
*****		
Cost of Removal/Salvage	S-74	\$ 21,891
*****		
1. To adjust test year expense to reflect Staff's inclusion of cost of removal/salvage. (Featherstone)		\$ 21,891
*****		
Taxes Other Than Income Taxes	S-75	\$ (118,105)
*****		
1. To adjust test year non-payroll expense to remove costs associated with the corporate financial restructuring. (Hyneman)	\$	3,885
2. To adjust test year expense to reflect the annualization of FICA taxes associated with annualized payroll at Sept. 30, 2003. (Eaves)	\$	(33,169)
3. To adjust test year expense to reflect the annualization of the Medicare portion of FICA taxes associated with annualized payroll at Sept. 30, 2003. (Eaves)	\$	(25,319)
4. To adjust test year expense to reflect the annualization of FUTA taxes associated with annualized payroll at Sept. 30, 2003. (Eaves)	\$	(2,802)
5. To adjust test year expense to reflect the annualization of MO SUTA taxes associated with annualized payroll at Sept. 30, 2003. (Eaves)	\$	2,592
6. To reflect non-labor corporate costs at August factors (CS-16A). (Hyneman)	\$	10,964



Aquila, Inc. Dba Aquila Networks - L&P Gas  
Case: GR-04-072D  
L&P Updated For Known & Meas. thru Sept. 30, 2003

Adjustments to Income Statement

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
7. To remove State-Based Reorganization Costs (CS-10) SJLP Company (Corrected). (Hyneman)	\$ (34,665)	
8. To adjust test year expense to reflect Staff's annualization of property taxes. (Miller)	\$ (39,591)	
*****		
Def Inc Tax Utility Oper Oper-Cred	S-78	\$ 6,009,871
*****		
1. To adjust test year expense to reflect the annulization of the Deferred Income Tax operating credit. (Harris)		\$ 6,009,871
*****		
Investment Tax Credit	S-79	\$ 397,273
*****		
1. To adjust test year expense to reflect the annualization of the Investment Tax Credit. (Harris)		\$ 397,273

Aquila, Inc. Dba Aquila Networks - L&P Gas  
Case: GR-04-072D  
L&P Updated For Known & Meas. thru Sept. 30, 2003

Income Tax

Line	Test Year	8.00% Return	8.18% Return	8.35% Return	
(A)	(B)	(C)	(D)	(E)	
*****					
1	Net Income Before Taxes (Sch 9)	\$ 166,322	\$ 566,386	\$ 584,256	\$ 601,132
*****					
Add to Net Income Before Taxes					
2	Book Depreciation Expense	\$ 254,201	\$ 254,201	\$ 254,201	\$ 254,201
3	Meals Disallowance	12,541	12,541	12,541	12,541
4	Total	\$ 266,742	\$ 266,742	\$ 266,742	\$ 266,742
Subtr from Net Income Before Taxes					
5	Interest Expense 4.9200 %	\$ 282,763	\$ 282,763	\$ 282,763	\$ 282,763
6	Repair Allowance	0	0	0	0
7	Removal Costs	0	0	0	0
8	Tax Straight Line	247,160	247,160	247,160	247,160
9	Excess Tax Depr. Over Tax SL	41,402	41,402	41,402	41,402
10	Total	\$ 571,325	\$ 571,325	\$ 571,325	\$ 571,325
*****					
11	Net Taxable Income	\$ (138,261)	\$ 261,803	\$ 279,673	\$ 296,549
*****					
Provision for Federal Income Tax					
12	Net Taxable Income	\$ (138,261)	\$ 261,803	\$ 279,673	\$ 296,549
13	Deduct Missouri Income Tax 100.0 %	\$ 0	\$ 13,864	\$ 14,775	\$ 15,634
14	Deduct City Income Tax	0	0	0	0
15	Federal Taxable Income	(138,261)	247,939	264,898	280,915
16	Total Federal Tax	\$ 0	\$ 79,946	\$ 86,560	\$ 92,807
Provision for Missouri Income Tax					
17	Net Taxable Income	\$ (138,261)	\$ 261,803	\$ 279,673	\$ 296,549
18	Deduct Federal Income Tax 50.0 %	\$ 0	\$ 39,973	\$ 43,280	\$ 46,404
19	Deduct City Income Tax	0	0	0	0
20	Missouri Taxable Income	(138,261)	221,830	236,393	250,146
21	Total Missouri Tax	\$ 0	\$ 13,864	\$ 14,775	\$ 15,634

Aquila, Inc. Dba Aquila Networks - L&P Gas  
Case: GR-04-072D  
L&P Updated For Known & Meas. thru Sept. 30, 2003

Income Tax

Line	Test Year	8.00% Return	8.18% Return	8.35% Return	
(A)	(B)	(C)	(D)	(E)	
Provision for City Income Tax					
22	Net Taxable Income	\$ (138,261)	\$ 261,803	\$ 279,673	\$ 296,549
23	Deduct Federal Income Tax	\$ 0	\$ 79,946	\$ 86,560	\$ 92,807
24	Deduct Missouri Income Tax	0	13,864	14,775	15,634
25	City Taxable Income	(138,261)	167,993	178,338	188,108
26	Total City Tax	\$ 0	\$ 0	\$ 0	\$ 0
Summary of Provision for Income Tax					
27	Federal Income Tax	\$ 0	\$ 79,946	\$ 86,560	\$ 92,807
28	Missouri Income Tax	0	13,864	14,775	15,634
29	City Income Tax	0	0	0	0
30	Total	\$ 0	\$ 93,810	\$ 101,335	\$ 108,441
Deferred Income Taxes					
31	Deferred Investment Tax Credit	\$ 0	\$ 0	\$ 0	\$ 0
32	Deferred Repair Allowance	0	0	0	0
33	Deferred Tax Depreciation	15,894	15,894	15,894	15,894
34	Amort of Deferred Tax Depreciation	0	0	0	0
35	Amort of Repair Allowance	0	0	0	0
36	Amort of Deferred ITC	0	0	0	0
37	Deferred Unbilled	0	0	0	0
38	Total	\$ 15,894	\$ 15,894	\$ 15,894	\$ 15,894
*****					
39	Total Income Tax	\$ 15,894	\$ 109,704	\$ 117,229	\$ 124,335
*****					