## STATE OF MISSOURI PUBLIC SERVICE COMMISSION

At a session of the Public Service Commission held at its office in Jefferson City on the 14th day of May, 2014.

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In the Matter of the Application of The Empire District Electric Company's Filing to Adjust Rates Under its Approved Fuel and Purchased Power Cost Recovery Mechanism Pursuant to 4 CSR 240-20.090(4)

File No. ER-2014-0264 Tariff No. JE-2014-0378

## ORDER APPROVING FUEL ADJUSTMENT CLAUSE TARIFF SHEET

Issue Date: May 14, 2014

Effective Date: May 24, 2014

On April 1, 2014, The Empire District Electric Company filed a tariff sheet intended to adjust the company's rates under its Fuel Adjustment Clause (FAC). As set out in its true-up filing,<sup>1</sup> the company over-recovered \$231,336 from its customers. However, when calculating the new Fuel Adjustment Rates, this over-recovery is included with an under-recovery of \$3,861,540 and an interest adjustment of \$(329) during the company's accumulation period 11. As reflected in the proposed tariff sheet, based on usage of 1,000 kWh, this change will result in a \$1.49 increase in a residential customer's bill.

The Commission issued notice of the proposed tariff change on April 4, 2014. There were no applications to intervene.

After verifying the company's calculations, the Staff of the Commission filed its memorandum on April 29, 2014. Staff recommends that the Commission approve the tariff sheet, subject to true-up and prudence reviews, to become effective on June 1, 2014.

<sup>&</sup>lt;sup>1</sup> Commission File No. EO-2014-0265.

Under Commission rules,<sup>2</sup> the Commission must act on the company's tariff filing within 60 days. In this case, that date is June 1, 2014. Further, if the FAC rate adjustment complies with the law<sup>3</sup> and is consistent with the FAC mechanism established in the company's most recent rate case, the Commission must either approve the adjustment or allow the tariff sheet to go into effect by operation of law.

The Commission has reviewed Empire's tariff filing and Staff's verified recommendation. Based on such, the Commission concludes that the tariff sheet, implementing the adjustment, is in compliance with the Commission's order establishing the FAC and with the applicable statutes and Commission rule. The Commission will therefore approve the proposed tariff sheet.

## THE COMMISSION ORDERS THAT:

1. The following tariff sheet, filed by The Empire District Electric Company, and assigned Tariff File No. JE-2014-0378, is approved to become effective on June 1, 2014:

P.S.C. Mo. No. 5 Section 4 4<sup>th</sup> Revised Sheet No. 17e Canceling 3<sup>rd</sup> Revised Sheet No. 17e

<sup>&</sup>lt;sup>2</sup> 4 CSR 240-20.090(4).

<sup>&</sup>lt;sup>3</sup> Section 386.266, RSMo and Commission rule 4 CSR 240-20.090(4).

- 2. This order shall become effective on May 24, 2014.
- 3. This file shall be closed on May 25, 2014.

## **BY THE COMMISSION**



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Morris L. Woodruff Secretary

R. Kenney, Chm., Stoll, W. Kenney, Hall, and Rupp, CC., concur.

Jones, Senior Regulatory Law Judge