### STATE OF MISSOURI PUBLIC SERVICE COMMISSION

At a session of the Public Service Commission held at its office in Jefferson City on the 20<sup>th</sup> day of January, 2016.

In the Matter of Kansas City Power & Light	)
Company's Third Demand Side Investment	) File No. ER-2016-0147
Mechanism Rider Rate Adjustment and True-Up	Tracking No.: JE-2016-0153

# ORDER APPROVING THIRD DEMAND SIDE INVESTMENT MECHANISM RIDER RATE ADJUSTMENT

Issue Date: January 20, 2016 Effective Date: February 1, 2016

On December 11, 2015, Kansas City Power & Light Company ("KCP&L") filed a tariff sheet to adjust its Demand Side Investment Mechanism Rider ("DSIMR"). Pursuant to stipulation and agreements approved by the Commission in File No. EO-2014-0095, KCP&L may recover certain costs related to the Missouri Energy Efficiency Investment Act ("MEEIA") through a DSIMR. Commission rules require KCP&L to make semi-annual adjustments to its DSIMR to reflect the amount of revenue that has been over or undercollected. KCP&L's tariff sheet (Tracking No. JE-2016-0153) bears a February 1, 2016 effective date.

KCP&L's filing is based on actual and estimated performance for the six-month period through September 2015, and projected performance through June 2016 for MEEIA program costs. KCP&L's DSIMR rate change decreases overall revenue through the rates

<sup>&</sup>lt;sup>1</sup> The Commission issued an Order Approving Stipulation and Agreement on June 5, 2014 and an Order Approving Stipulation and Agreement on December 22, 2015 in File No. EO-2014-0095.

<sup>&</sup>lt;sup>2</sup> Commission rules 4 CSR 240-20.093(4) and 4 CSR 240-2.163(8).

by approximately \$4.5 million. The proposed change will reduce residential customers' DSIMR rate from \$0.00132 to \$0.00022 per kilowatt-hours ("kWh") and decrease non-residential customers' rate from \$0.00450 to \$0.00358 per kWh.<sup>3</sup>

On January 7, 2016, the Commission's Staff filed a recommendation stating it found KCP&L's revised tariff sheet to be in compliance with the stipulation and agreements in File No. EO-2014-0095. Staff verified that KCP&L has filed its Annual Report and is not delinquent on any assessment or the submission of its Quarterly Surveillance Monitoring Reports, as required by Commission rule 4 CSR 240-20.090(10). Staff recommends the Commission approve the tariff sheet with its February 1 effective date. No responses to Staff's recommendation were filed.<sup>4</sup>

The Commission's rule regarding adjustment of DSIMR between general rate proceedings states that if the proposed adjustment is in accordance with the rule, Section 393.1075, RSMo, and the previously-approved DSIMR, the Commission shall issue an order approving the tariff sheet. The Commission, having reviewed KCP&L's tariff filings and Staff's verified recommendation, finds that the tariff sheet implementing the DSIMR adjustment is in compliance with all applicable statutes and regulations. Therefore, the Commission will approve KCP&L's proposed tariff.

#### THE COMMISSION ORDERS THAT:

1. Kansas City Power & Light Company's tariff filing, assigned Tracking No. JE-2016-0153, is approved to be effective on February 1, 2016, as an interim rate adjustment, subject to prudence review. The tariff sheet approved is:

<sup>&</sup>lt;sup>3</sup> For a residential customer using 1,000 kWh, this results in a decrease of \$1.10 per month. For a non-residential customer, this results in a decrease of \$0.92 for every 1,000 kWh used.

<sup>&</sup>lt;sup>4</sup> Commission rule 4 CSR 240-2.080(13) allows parties not more than ten days from the date of filing to respond to any pleading unless the Commission orders otherwise.

### P.S.C. MO. No. 7

## 3<sup>rd</sup> Revised Sheet No. 49E, Canceling 2<sup>nd</sup> Revised Sheet No. 49E

- 2. This order shall be effective on February 1, 2016.
- 3. This file shall be closed on February 2, 2016.



BY THE COMMISSION

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Morris L. Woodruff

Secretary

Hall, Chm., Stoll, Kenney, Rupp, and Coleman, CC., concur.

Burton, Regulatory Law Judge.