

**STATE OF MISSOURI
PUBLIC SERVICE COMMISSION**

At a session of the Public Service
Commission held at its office in
Jefferson City on the 10th day
of January, 2006.

In the matter of the Application of Kansas City)
Power & Light Company for Approval of the)
Accrual and Funding of Wolf Creek Generating)
Station Decommissioning Costs at Current Levels.)

Case No. EO-2006-0094

ORDER APPROVING STIPULATION AND AGREEMENT

Issue Date: January 10, 2006

Effective Date: January 20, 2006

On August 30, 2005, Kansas City Power & Light Company filed an application pertaining to the Wolf Creek station requesting that the Commission: (a) find that the 2005 Study satisfies the requirements of 4 CSR 240-3.185(3); (b) approve the 2005 decommissioning cost estimate of \$517,610,000; (c) approve the continuation of the annual accrual at the current level of \$2,303,856; and (d) find that the decommissioning costs are included in KCPL's current cost of service and are reflected in current rates for ratemaking purposes.

The Commission issued notice of the application, and allowed interested entities the opportunity to intervene. No applications to intervene were filed.

The Office of the Public Counsel, Staff, and KCPL (the parties) filed a unanimous stipulation and agreement on December 20, 2005. The parties agree that KCPL shall continue its Missouri retail jurisdiction expense accruals and trust fund payments at current levels without any change in its Missouri retail jurisdictional rates. The parties further agree that annual decommissioning costs in the amount of \$2,303,856 are, and should continue

to be, included in KCPL's cost of service and reflected in its current rates for ratemaking purposes.

The Commission has considered the verified application and its attendant studies and analysis and the unanimous stipulation and agreement. The Commission finds that KCPL's currently effective rates include an annual amount of \$2,303,856 for decommissioning expense. The Commission also finds that KCPL's 2005 cost study meets the requirements of 4 CSR 240-3.185(3). Finally, as requested by the parties to the agreement, the Commission authorizes KCPL to continue to record and preserve Wolf Creek asset retirement obligation costs, as agreed to by the Staff, Public Counsel and KCPL, and authorized by the Commission, in Case No. EU-2004-0294.

IT IS THEREFORE ORDERED:

1. That the Unanimous Stipulation and Agreement filed on December 20, 2005, is approved.
2. That Kansas City Power & Light Company's retail jurisdiction annual decommissioning expense accruals and trust fund payments shall continue at the current level of \$2,303,856.
3. That Kansas City Power & Light Company or its trustees shall file on a prospective basis in Case No. EO-2006-0094 one copy of the quarterly reports required by 4 CSR 240-3.185(1) and one copy of the annual reports required by 4 CSR 240-3.185(2).

4. That this order shall become effective on January 20, 2006.

BY THE COMMISSION

A handwritten signature in black ink, appearing to read 'Colleen M. Dale', written over a horizontal line.

Colleen M. Dale
Secretary

(S E A L)

Davis, Chm., Murray, Gaw, Clayton,
and Appling, CC., concur.

Jones, Regulatory Law Judge