

MEMORANDUM

TO: Missouri Public Service Commission Official Case File
Case No. HT-2010-0288, Tariff Tracking No. YH-2011-0203
KCP&L Greater Missouri Operations Company

FROM: Mack McDuffey, Rate & Tariff Examiner II
Leon Bender, Utility Regulatory Engineer I

/s/ Thomas M. Imhoff 11/10/2010
Energy Department / Date

/s/ Sarah Kliethermes 11/10/2010
Staff Counsel Division / Date

SUBJECT: Staff Recommendation For **Approval** Of Tariff Sheet To Add The Quarterly Cost Adjustment For The Third Quarter Of 2010 To The Quarterly Cost Adjustment Rider Of KCP&L Greater Missouri Operations Company

DATE: November 10, 2010

On October 14, 2010, KCP&L Greater Missouri Operations Company (“GMO”) filed with the Commission one (1) tariff sheet bearing an issue date of October 14, 2010 and an effective date of December 1, 2010 to add the quarterly cost adjustment (QCA) for the third quarter of 2010. The adjustment is required by GMO’s Quarterly Cost Adjustment Rider, which the Commission approved in Case No. HR-2005-0450, and modified in Case Nos. HR-2009-0092 and HR-2010-0028, for steam service on and after July 1, 2009.

GMO’s filing included the proposed tariff sheet and workpapers consisting of four worksheets showing its calculation of the QCA for the third quarter of 2010.

The procedure for the calculation of the QCA for steam service sales occurring on and after July 1, 2009 is set out in Sheets 6.6 through 6.10 of GMO’s tariff, which are entitled, “Quarterly Cost Adjustment Rider – Steam.”

Staff reviewed the data and mathematical calculations GMO provided. Staff found GMO’s calculations related to the third quarter 2010 QCA filing to be correct, and that the calculations satisfy the standards set forth on Sheets 6.6 through 6.10 of GMO’s tariff. The calculations are also consistent with previous GMO QCA tariff filings.

Staff has reviewed the proposed tariff sheet, and based on GMO’s workpapers, Staff is of the opinion that GMO has calculated the QCA for the third quarter of 2010 in accordance with the provisions of GMO’s Quarterly Cost Adjustment Rider. Staff therefore recommends that the Commission **approve** the following proposed tariff sheet, as filed on October 14, 2010, to become effective on December 1, 2010, as requested by GMO, or permit the tariff sheet to go into effect on December 1, 2010, by operation-of-law:

P.S.C. MO. No. 1

5th Revised Sheet No. 6.10 Canceling 4th Revised Sheet No. 6.10

Staff has verified that GMO is not delinquent on any assessment and has filed its 2009 annual report. Staff is not aware of any other matter pending before the Commission that affects or is affected by this tariff filing except for the Complaint By AG Processing, Inc., A Cooperative Concerning Recoveries From Steam Customers Of Imprudently Incurred Amounts By Aquila, Inc. And Its Successors Including KCP&L Greater Missouri Operations Company in Case No. HC-2010-0235.

BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF MISSOURI

In the Matter of KCP&L Greater)	
Missouri Operations Company for)	
Authority to File Tariffs Changing the)	Case No. HT-2010-0288
Steam QCA for Service Provided to)	
Customers in its Service Territory)	

AFFIDAVIT OF LEON C. BENDER

STATE OF MISSOURI)
) ss
COUNTY OF COLE)

Leon C. Bender, of lawful age, on oath states: that he participated in the preparation of the foregoing Staff Recommendation in memorandum form, to be presented in the above case; that the information in the Staff Recommendation was provided to him; that he has knowledge of the matters set forth in such Staff Recommendation; and that such matters are true to the best of his knowledge and belief.



Leon C. Bender

Subscribed and sworn to before me this 9th day of November, 2010.





Notary Public