

Respectfully submitted,

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Certificate of Service

I hereby certify that copies of the foregoing have been mailed, hand-delivered, or transmitted by facsimile or electronic mail to all counsel of record this 26th day of September 2005.

/s/ Steven Dottheim

MEMORANDUM

TO: Missouri Public Service Commission Official Case File
Case No. EO-2006- , File No. JE-2006-0150
Aquila, Inc. d/b/a Aquila Networks

FROM: James Watkins, Manager, Economic Analysis, Project Coordinator
Henry Warren, Regulatory Economist II
Mack McDuffey, Rate & Tariff Examiner II

/s/ Mack McDuffey/ 9-26-05

Energy Department / Date

/s/ Steven Dottheim/ 9-26-05

General Counsel's Office / Date

SUBJECT: Staff Recommendation For **Approval** of Tariff Sheets Filed To Implement A
Missouri Change A Light Program

DATE: September 23, 2005

On August 31, 2005, Aquila, Inc. d/b/a Aquila Networks (Aquila or Company) of Kansas City, Missouri, filed with the Missouri Public Service Commission (Commission) two (2) tariff sheets with a proposed effective date of September 30, 2005 to implement a Change A Light Program (Program) in the Company's tariff. This Program was initiated in 2004 pursuant to Section 11 (Weatherization) of the Unanimous Stipulation and Agreement approved by the Commission in its April 13, 2004 Order Approving Stipulation And Agreement in Case No. ER-2004-0034.

The objective of the Change A Light Program is to encourage the replacement of inefficient energy consuming lights by providing a rebate for a portion of the costs of Energy Star[®] compact fluorescent light (CFL) bulbs. The Program is designed to educate consumers on the energy and money saving benefits of CFL bulbs, torchiere lamps and other Energy Star[®] products through marketing and media outreach efforts as well as offer an instant rebate towards the purchase of an Energy Star[®] lighting product. Energy Star[®] is a label awarded for energy efficiency.

The Collaborative Committee has recommended, and Aquila has proposed with this tariff filing, extending the Change A Light program for another year. The overall budget will remain at \$20,000. The Company's 2004 promotion was a goal of 7,857 CFL bulbs and resulted in 6,837 CFL bulbs purchased by consumers. Pursuant to the Change A Light Campaign for 2005, consumers will again be offered a \$2.00 instant rebate on the purchase of CFL bulbs. Aquila will provide \$1.45 towards the rebate up to an amount not to exceed \$11,800, and participating manufacturers will contribute an additional \$0.55 towards the rebate. Aquila anticipates their consumers will purchase 7,415 CFL bulbs for the 2005 campaign which is administered by Midwest Energy Efficiency Alliance (MEEA). The program will end when \$11,800 of reimbursements have been completed on an annual basis. At the conclusion of the program, MEEA will conduct an evaluation of the program that will include a quantification of the energy savings specific to Aquila, the lessons learned from the program and recommendations for next year's program.

The Commission's Energy Department Staff (Staff) has reviewed the filed tariff sheets, and is of the opinion that they were filed in a timely manner and are in compliance with the Commission's Order Approving Stipulation And Agreement. The Company has provided the supporting information required by 4 CSR 240-3.150 (3) for Promotional Practices tariff filings. Staff therefore recommends that the Commission issue an order approving the following proposed tariff sheets, as filed on August 31, 2005, to become effective on September 30, 2005, as requested in Aquila's cover letter:

P.S.C. MO. No. 1

2nd Revised Sheet No. R-2 Cancelling 1st Revised Sheet No. R-2

Original Sheet No. R-62.1

The Staff has verified that this Company is not delinquent on any assessment or the filing of its annual report. Each of the other three investor-owned electric companies regulated by the Commission has filed or will file similar tariff sheets to participate in the Change A Light Program. The following electric and steam cases involving Aquila are also before the Commission at this time:¹

EA-2005-0248

EO-2002-384

ER-2005-0436

EO-2005-0156

HR-2005-0450 (Steam)

EO-2005-0293

EO-2006-0036

¹ This company may provide other types of utility services in Missouri; however, only pending electric cases are listed.