BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

In the Matter of the Application of Kansas City Power) & Light Company for Authority to Extend the Transfer) of Functional Control of Certain Transmission Assets) to the Southwest Power Pool, Inc.

File No. EO-2012-0135

STAFF'S STATUS REPORT

COMES NOW the Staff of the Missouri Public Service Commission ("Staff"), by and through undersigned counsel, and files Staff's Status Report:

- 1. On September 30, 2011, Kansas City Power & Light Company ("KCP&L") and KCP&L Greater Missouri Operations Company ("GMO") submitted an Interim Report regarding its participation in the Southwest Power Pool ("SPP"). In that Interim Report filing, KCP&L and GMO request that the Missouri Public Service Commission ("Commission") approve the continued participation of KCP&L and GMO in SPP beyond October 1, 2013 without Service Agreements between KCP&L and SPP and GMO and SPP similar to the Service Agreements in effect during the Interim Period.
- 2. On February 24, 2012, the Commission issued an Order Directing Staff To File A Status Update, in which it ordered the Staff to file by no later than April 30, 2012, a pleading informing the Commission of a date by which the Staff will file a recommendation.
- 3. On April 4, 2012, Great Plains Energy, Inc. ("GPE") and American Electric Power Co., Inc. ("AEP") announced the formation of a company, Transource Energy LLC ("Transource"), to build and invest in transmission infrastructure. GPE and AEP further announced that the first two projects that Transource intends to build are presently KCP&L and GMO projects located in Missouri and approved by SPP. The two

projects are the latan-Nashua line and the Sibley-Nebraska City line. The latan-Nashua line, which is currently the subject of File No. EO-2012-0271, is a 30-mile, 345-kilovolt line from the latan substation near Weston, Missouri to the Nashua substation near Smithville, Missouri. It has an anticipated in-service date of 2015. The Sibley-Nebraska City line is a 175-mile, 345-kilovolt line linking the Nebraska City substation (owned by Omaha Public Power District ("OPPD")) near Nebraska City, Nebraska, with the Sibley substation near Sibley, Missouri. Transource would construct and own 170-miles of the project. OPPD would construct the remainder of the transmission line. It has an anticipated in service date of 2017.

4. The Staff is engaged in processing KCP&L's and GMO's filing, based on that filing and subsequent developments, some of which are noted in the preceding paragraph. At this point, the Staff believes the most prudent course to take would be for the Commission to schedule a joint prehearing conference in this proceeding and in File No. EO-2012-0136 for the purpose of the parties discussing whether they should attempt to agree upon a procedural schedule, including the filing of testimony and an evidentiary hearing, or whether something short of a formal procedural schedule would be beneficial.

WHEREFORE the Staff submits its recommendation that the Commission schedule a joint prehearing conference in this proceeding and in File No. EO-2012-0136.

Respectfully submitted,

Attorneys for the Staff of the Missouri Public Service Commission

/s/ Steven Dottheim

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CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the above and foregoing document, *Staff's Status Report*, was served via e-mail on all counsel of record this 30th day of April, 2012.

/s/ Steven Dottheim