

**AQUILA, INC.**  
**CASE NO. ER-2004-0034 & GR-2004-0072**  
**OFFICE OF PUBLIC COUNSEL**  
**DATA REQUEST NO. OPC-1031**

**DATE OF REQUEST:** November 30, 2003

**DATE RECEIVED:** November 30, 2003

**DATE DUE:** December 20, 2003

**REQUESTOR:** Ted Robertson

**QUESTION:**

1. A reconciliation showing the September 30, 2003 balance of deferred income taxes related to each separate MPS Accounting Authority Order (i.e., 1990 electric, 1992 electric, 2002 ice storm and gas) and the L&P AM/FM project, respectively. I am not requesting the amount of deferred incomes taxes on the remaining balances at the end of the update test year as shown in Company work paper RBO-31. I'm seeking the total deferred income taxes booked since inception for each separate AAO and the AM/FM project, the amortizations for each, if any, and the remaining balances as shown (assuming the reconciliation balances) on the financial books of record.
2. Copies of the general ledger pages, and other pertinent accounting documents, that support the numbers provided in #1.

**RESPONSE:**

**1 – MPS Accounting Authority Orders relating to 1990 electric, 1992 electric and gas: No deferred taxes have been recorded on these items. Since inception, MPS has been rate made on a flow-through basis for these items.**

**1 – 2002 ice storm: No deferred taxes have been recorded through 9/30/03. A deferred tax adjustment was recorded in November, 2003 related to the return-to-accrual for the M-1 item included on the 2002 Federal Income Tax Return.**

**1 – L & P AM/FM project: Please see attached excel spreadsheet OPC\_1031.xls.**

**2 – L & P AM/FM project only: Prior to 12/31/00, accounting and general ledger information is quite limited. After this date, deferred taxes are not journalized or retained in the general ledger by individual timing differences. Timing differences and the associated deferred taxes are segregated by various combinations of accounts (282/410, 282/411, 283/410, and 190/411). The support for journal entries is prepared and retained by the Tax Department. A file containing such support for 2001, 2002 and 2003 accruals and actuals is provided in the attached excel spreadsheet OPC\_1031 Support.xls. The line for the AM/FM item is highlighted in green.**

**ATTACHMENTS: Two Excel files related to the L&P AM-FM Project**

**ANSWERED BY: Becky Streeter**