

**STATE OF MISSOURI
PUBLIC SERVICE COMMISSION**

At a session of the Public Service
Commission held at its office in
Jefferson City on the 19th day of
February, 2014.

In the Matter of KCP&L Greater Missouri Operations)	
Company for Authority to Implement Rate Adjustments)	<u>File No. ER-2014-0204</u>
Required by 4 CSR 240-2.090(4) and the Company's)	Tariff No. JE-2014-0281
Approved Fuel Adjustment Clause)	

ORDER REGARDING FUEL ADJUSTMENT CLAUSE TARIFF

Issue Date: February 19, 2014

Effective Date: March 1, 2014

On December 31, 2013, KCP&L Greater Missouri Operations Company ("GMO"), submitted an application and tariff designed to implement an adjustment to its Fuel and Purchased Power Adjustment Clause ("FAC"). In accordance with GMO's FAC, the proposed rate schedules are designed to recover from customers 95 percent of the company's net cost increases or decreases. GMO's requested adjustment would result in a decrease in the bill of a typical residential customer in the MPS district of approximately \$0.82 per month and a decrease for a typical residential customer in the L&P district of approximately \$1.10 per month. GMO also submitted a true-up filing in File No. ER-2014-0203 to identify the net fuel costs it over-charged or under-charged customers during the 10th recovery period prescribed by its FAC, which amount was used when calculating the fuel adjustment rates in this case. No persons or entities have applied to intervene in this case.

The Commission's Staff filed a recommendation regarding GMO's tariff on January 30, 2014. Staff verified that GMO's actual fuel and purchased power costs match

the fuel and purchased power costs included in the company's calculated rates set in the submitted tariff. Staff advises the Commission to approve the tariff submitted by GMO to become effective on its March 1, 2014 effective date.

Staff has verified that GMO is not delinquent on any assessment and has filed its 2012 Annual Report. GMO is current on the filing of its Surveillance Monitoring reports as required in 4 CSR 240-20.090(10) and its monthly reports as required by 4 CSR 240-3.161(5). Staff is not aware of any other matter before the Commission that affects or is affected by this filing, except as noted herein.

Additionally, Staff acknowledges that included in GMO's FAC are landfill gas costs from its St. Joseph Landfill Gas Facility. In File No. ER-2012-0175, the Commission approved GMO's request for a waiver from Commission Rule 4 CSR 240-20.100(6)(A)16 regarding passing the fuel costs from its landfill gas facility through the FAC. Staff states it will continue to work with GMO to reach a resolution concerning the future treatment of the costs of landfill gas purchased for the company's St. Joseph Landfill Gas Facility. More than ten days have passed since Staff filed its recommendation, and no party has filed a response to that recommendation.¹

The Commission's rule regarding FACs requires the Commission to issue an order approving or rejecting the company's tariff within 60 days of its filing.² If the FAC rate adjustment complies with the Commission's rule, Section 386.266, RSMo Supp. 2012, and the FAC mechanism established in the most recent general rate proceeding, the

¹ Commission Rule 4 CSR 240-2.080(13) allows parties not more than ten days from the date of filing to respond to any pleading unless otherwise ordered by the Commission.

² Commission Rule CSR 240-20.090(4).

Commission is required to approve the rate adjustment or allow the proposed tariff implementing the adjustment go into effect by operation of law.³

The Commission has reviewed GMO's tariff filings and Staff's verified recommendation and memorandum, and finds that the tariff sheet implementing the FAC rate adjustment is in compliance with the Commission's order establishing the FAC and with all applicable statutes and regulations. Therefore, the Commission will approve GMO's proposed tariff.

THE COMMISSION ORDERS THAT:

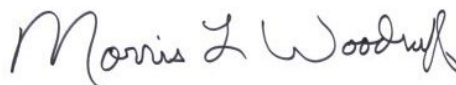
1. KCP&L Greater Missouri Operations Company's tariff filing, assigned Tariff Tracking No. JE-2014-0281, is approved to be effective March 1, 2014, as an interim rate adjustment, subject to true-up and prudence reviews. The tariff approved is:

P.S.C. MO. No. 1

7th Revised Sheet No. 127, Canceling 6th Revised Sheet No. 127

2. This order shall become effective on March 1, 2014.
3. This file shall be closed on March 2, 2014.

BY THE COMMISSION



Morris L. Woodruff
Secretary



R. Kenney, Chm., Stoll, W. Kenney,
and Hall, CC., concur.

Bushmann, Regulatory Law Judge

³ *Id.*