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 August, 2015.

In the Matter of KCP&L Greater Missouri Operations Company for Authority to Implement Rate Adjustments Required by 4 CSR 240-20.090(4) and the Company's Approved Fuel and Purchased Power Cost Recovery Mechanism

File No. ER-2016-0005 Tracking No. JE-2016-0002

ORDER APPROVING TARIFF TO CHANGE FUEL ADJUSTMENT CLAUSE RATES

Issue Date: August 19, 2015 Effective Date: September 1, 2015

On July 1, 2015, KCP&L Greater Missouri Operations Company ("GMO") filed a tariff to adjust the company's Fuel Adjustment Rates ("FAR") pursuant to its Fuel Adjustment Clause ("FAC"). In accordance with GMO's FAC, the proposed rate schedules are designed to recover from customers 95% of the change in fuel costs. The requested adjustments would decrease a typical MPS residential customer's bill by approximately \$3.1 per month and a typical L&P residential customer's bill by approximately \$2.69 per month.

On July 31, 2015, the Commission's Staff filed a recommendation on GMO's tariff. Staff verified that the actual fuel and purchased power costs, less off-system sales revenues, match the fuel and purchased power costs included in GMO's calculated rates. Staff also reviewed GMO's monthly interest rates that are applied to the under/over recovery of base fuel and purchased power costs for Accumulation Period 16, and verified that the monthly interest rates and calculations of interest amounts are correct.¹

¹ The amounts included in GMO's fuel and purchased power adjustment include the true-up amounts for Recovery Period 13 (March 1, 2014 through February 28, 2015) currently before the Commission in File No. ER-2016-0007.

On January 3, 2013, the Commission issued an order granting GMO a waiver from the Commission rule which prevents the recovery of renewable energy standard costs through an FAC.² The waiver remains in effect, and the fuel costs for the St. Joseph Landfill Gas Facility flow through GMO's FAC.

Based on the direct testimony of Linda Nunn, provided by GMO, and the recommendations of Staff, the Commission will approve GMO's proposed rate schedule.

THE COMMISSION ORDERS THAT:

1. The rate schedule submitted by KCP&L Greater Missouri Operations Company as Tariff No. JE-2016-0002, is approved as an interim rate adjustment, subject to true-up and prudence reviews, to become effective on September 1, 2015. The tariff sheet approved is:

P.S.C. MO. No. 1

10th Revised Sheet No. 127, Cancelling 9th Revised Sheet No. 127.

- 2. This order shall be effective on September 1, 2015.
- 3. This file shall be closed on September 2, 2015.

BY THE COMMISSION

Morris L. Woodruff

Secretary

Hall, Chm., Stoll, Kenney, Rupp, and Coleman, CC., concur.

Pridgin, Deputy Chief Regulatory Law Judge.

² Commission Rule 4 CSR 240-20.100(6)(A)16.