

**BEFORE THE PUBLIC SERVICE COMMISSION  
OF THE STATE OF MISSOURI**

In the Matter of the Second Prudence Review    )  
of Kansas City Power & Light Company's       )  
Implementation of Energy Efficiency Programs   )  
in Furtherance of the Missouri Energy         )  
Efficiency Investment Act (MEEIA).             )

**File No. EO-2017-**\_\_\_\_\_

**STAFF'S NOTICE OF START OF SECOND MEEIA PRUDENCE AUDIT**

**COMES NOW** the Staff of the Missouri Public Service Commission, by and through counsel, and for its Notice of Start of Second MEEIA Prudence Audit, respectfully states to the Missouri Public Service Commission ("Commission"):

1. Kansas City Power & Light Company's ("KCPL") tariff provides that "Commission staff shall perform prudence reviews no less frequently than at twenty-four (24) month intervals in accordance with 4CSR 240-20.093(10)..."<sup>1</sup> This tracks the language of Commission Rule 4 CSR 240-20.093(10) as authorized under § 393.1075.3 and § 393.1075.11 RSMo Supp. 2013.

2. Rule 4 CSR 240-20.093(10), in part, requires: "The Staff shall file notice within ten (10) days of starting its prudence audit." It also establishes the following schedule by which certain events are to take place based on the date the Staff starts its prudence audit:

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<sup>1</sup> Kansas City Power and Light Company, MO.P.S.C. , Original Sheet No. 49D, "Prudency Reviews", Demand Side Investment Mechanism Rider, Schedule DSIM.

Time from start of Staff prudence audit to event	Event
Within 150 days (Friday, 6/30/17)	Submission of Staff Recommendation to Commission regarding Staff's examination and analysis
Within 160 days (Monday, 7/10/17)	Request for hearing
Within 210 days (Wednesday, 8/30/17)	Commission Order, if no hearing requested

3. Staff initiated its second prudence review<sup>2</sup> of the costs associated with KCPL's Demand-Side Programs Investment Mechanisms (DSIM) on February 1, 2017. The second prudence review covers the C&I Rebate program costs for the carry-over period of January 1, 2016 through July 31, 2016. In accordance with the rule, Staff plans to file its recommendation to the Commission regarding its examination and analysis in this case no later than June 30, 2017.

4. The Staff's Energy Resources Department is primarily responsible for conducting the prudence review audit and may change its audit approach during this audit, and in future prudence audits as well, based on the particular circumstances existing at the time of the audit.

**WHEREFORE**, the Staff of the Missouri Public Service Commission hereby provides notice that it started its second MEEIA prudence audit of the costs associated with KCPL's DSIM on February 1, 2017 and that it plans to file its recommendation regarding the Staff's examination and analysis in this case no later than June 30, 2017.

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<sup>2</sup> Staff conducted its first prudence review of KCPL's MEEIA costs for the period June 6, 2014 through December 31, 2015 and filed *Staff's Report of First MEEIA Prudence Audit* on June 13, 2016 in File No. EO-2016-0183.

Respectfully submitted,

**/s/ Robert S. Berlin**

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**CERTIFICATE OF SERVICE**

I hereby certify that copies of the foregoing have been mailed, hand-delivered, transmitted by facsimile or electronically mailed to all counsel of record this 1<sup>st</sup> day of February, 2017.

**/s/ Robert S. Berlin**