BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

In the Matter of KCP&L Greater Missouri)	File No. ET-2018-0090
Operations Company's Annual RESRAM)	Tracking No. JE-2018-0035
Tariff Filing)	

TO ADJUST THE RENEWABLE ENERGY STANDARD RATE ADJUSTMENT MECHANISM (RESRAM)

COMES NOW Staff of the Missouri Public Service Commission, by and through counsel, and submits its Staff Recommendation to the Missouri Public Service Commission ("Commission") recommending that the Commission approve this tariff sheet bearing a December 1, 2017 effective date. In support of its Recommendation, Staff states as follows:

- 1. On September 29, 2017, KCP&L Greater Missouri Operations Company (GMO) submitted a letter and revised tariff sheet bearing an effective date of December 1, 2017 that adjusts its RESRAM pursuant to Commission Rule 4 CSR 240-20.100.
- 2. The revised tariff sheet includes the \$1.3 million disallowance agreed to by GMO in the *Non-Unanimous Stipulation and Agreement* filed in GMO's recent electric rate case proceeding, Case No. ER-2016-0156.¹ Customers using 1,000 kWh/month will see a bill decrease of approximately \$0.06 per month. The Staff has reviewed the revised tariff sheet and recommends its approval as explained in Staff's Memorandum attached as *Appendix A* and incorporated herein.

1

¹ Case No. ER-2016-0156; See *Non-Unanimous Stipulation and Agreement*, p. 2, filed September 20, 2016 (EFIS Item No. 305) approved by the Commission's *Order Approving Stipulations And Agreements, Rejecting Tariffs, Cancelling True-Up Hearing, And Ordering Filing Of Compliance Tariffs* issued September 28, 2016 (EFIS Item No. 317).

WHEREFORE, Staff prays the Commission accept its Recommendation and either issue an order approving the following tariff sheet as filed on September 29, 2017 bearing an effective date of December 1, 2017, or to allow it to go into effect by operation of law that same date:

P.S.C. MO. No. 1 5th Revised Sheet No. 137.3, cancelling 4th Revised Sheet No.137.3.

Respectfully submitted,

/s/ Robert S. Berlin

Robert S. Berlin Deputy Staff Counsel Missouri Bar No. 51709 Attorney for the Staff of the Missouri Public Service Commission P. O. Box 360 Jefferson City, MO 65102 (573) 526-7779 (Telephone) (573) 751-9285 (Fax) bob.berlin@psc.mo.gov

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing was served electronically on this 16th day of November, 2017 to the parties of record as set out on the official Service List maintained by the Data Center of the Missouri Public Service Commission for this case.

/s/ Robert S. Berlin

MEMORANDUM

TO: Missouri Public Service Commission Official Case File

Case No. ET-2018-0090 and Tariff Tracking No. JE-2018-0035

FROM: Byron Murray, Regulatory Economist III

/s/ Robin Kliethermes / November 16, 2017 /s/Robert S. Berlin/ November 16, 2017

Manager, Rate & Tariff Examination/ Date Staff Counsel's Office / Date

SUBJECT: Staff Recommendation to Approve Tariff Sheet Filed to Adjust the Renewable Energy

Standard Rate Adjustment Mechanism of KCP&L Greater Missouri Operations

Company

DATE: November 16, 2017

BACKGROUND

On September 29, 2017, KCP&L Greater Missouri Operations Company ("GMO") submitted a letter and revised tariff sheet designed to adjust its renewable energy standard rate adjustment mechanism ("RESRAM") pursuant to Commission Rule 4 CSR 240-20.100. The submitted tariff bore an effective date of December 1, 2017 and was filed in Tariff Tracking No. JE-2018-0035.

The total RESRAM expense balance as of August 31, 2017 was \$38,822,199. This balance reflects the \$1.3 million disallowance per the Non-Unanimous Stipulation and Agreement from GMO's electric rate case, Case No. ER-2016-0156. The annual Allowable RESRAM Revenue Requirement is \$7,401,052 which is 1% of retail billed revenues from ER-2016-0156.

Customers using 1,000 kWh per month will see a bill decrease of approximately \$0.06 per month.

STAFF RECOMMENDATION

Staff has reviewed the submitted tariff sheet and recommends the Commission enter an order approving the tariff sheet to take effect or allow the tariff sheet to take effect by operation of law on December 1, 2017.

P.S.C. MO. No. 1

5th Revised Sheet No. 137.3, canceling 4th Revised Sheet No. 137.3

Staff has verified that GMO has filed its annual report and is not delinquent on any assessment. Staff is not aware of any other matter before the Commission that affects or is affected by this filing.

BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

In the Matter of KCP&L C Operations Company's An Tariff Filing)))	<u>File No. ET-2018-0090</u> Tracking No. JE-2018-0035
	AFFIDAVIT O	F BY	RON M. MURRAY
STATE OF MISSOURI)) ss		
COUNTY OF COLE)		

COMES NOW Byron M. Murray and on his oath states that he is of sound mind and lawful age; that he contributed to the foregoing Staff Recommendation in Memorandum form; and that the same is true and correct according to his best knowledge and belief.

Further the Affiant sayeth not.

Subscribed and sworn before me, a duly constituted and authorized Notary Public, in and for the County of Cole, State of Missouri, at my office in Jefferson City, on this 1 + 1 day of November, 2017.

JURAT

Notary Public

DIANNA L. VAUGHT
Notary Public - Notary Seal
State of Missouri
Commissioned for Cole County
My Commission Expires: June 28, 2019
Commission Number: 15207377