

FILED  
December 12, 2007  
Data Center  
Missouri Public  
Service Commission  
March 14, 2007

Mr. Robert Schallenberg  
Missouri Public Service Commission  
200 Madison Street  
Jefferson City, MO 65102

RE: Affiliate Transaction Filing

Dear Mr. Schallenberg:

In response to 4 CSR 24-20.015, Kansas City Power & Light Company is providing the enclosed information regarding its affiliate transactions. Enclosed for your review is the company's Cost Allocation Manual for 2006 and two reports. The first "Affiliate Transaction Report" is a point by point listing and response for each item required by the rule listed above. The second "Additional Affiliate Transaction Information" is a point by point listing and response for the items enumerated in the Stipulation and Agreement in Case No. EM-2000-464.

Please do not hesitate to contact me if you have any questions or concerns.

Sincerely,



John P. Weisensee  
Manager, Regulatory Accounting

Enclosures

~~Staff~~ Exhibit No. 112  
Case No(s) Em-2007-0374  
Date 12-04-07 Rptr 41

## **KCPL Affiliate Transaction Report**

March 14, 2007

Pursuant to 4 CSR 240-20, Kansas City Power & Light Company provides the following information to the Staff of the Missouri Public Service Commission (Staff) and to the Office of the Public Counsel (OPC):

**1. A full and complete list of all affiliated entities as defined by this rule;**

See the attached document marked Exhibit 1.

**2. A full and complete list of all goods and services provided to or received from affiliated entities;**

The list of goods and services KCPL provided to affiliates during the period from January 1, 2006, through December 31, 2006, is in the attachment marked Exhibit 2A.

The list of goods and services KCPL received from affiliates (GPES) during the period from January 1, 2006 through December 31, 2006 is in the attachment marked Exhibit 2B.

**3. A full and complete list of all contracts entered with affiliated entities;**

See the attached list marked Exhibit 3.

**4. A full and complete list of all affiliate transactions undertaken with affiliated entities without a written contract together with a brief explanation of why there was no contract;**

No KCPL affiliate transactions have occurred without a written contract.

**5. The amount of all affiliate transactions by affiliated entity and account charged;**

See Exhibits 2A and 2B.

**6. The basis used (e.g., fair market price, FDC, etc.) to record each type of affiliate transaction.**

Except as indicated below, KCPL has used only Fully Distributed Costs.

KCPL does not have a systematic mechanism for billing the cost of KCPL employment, payroll, benefits or accounts payable services to GPES. Given the

minimal level of such services and the high level of such costs that would subsequently be billed back to KCPL, KCPL considers the amount of costs that would ultimately be billed to another affiliate to be immaterial. The procedures to measure and assign common costs are listed in the CAM in Section D, Direct billing; and Section H, Use of KCPL Assets.

Under the agreement with Kansas City Power & Light Receivables Company, KCP&L receives an annual servicing fee based on a fixed-percentage applied to the outstanding principal amount of the receivables sold to Receivables Company. Amounts billed to GPES are reflected on Exhibit 2A attached to the KCPL Affiliate Transaction Report.