BEFORE THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

In the Matter of Mid-Kansas Electric Company,)
LLC's Formula-Based Rate Annual Updates and)) Docket No. 13-MKEE-360-TFR
True-Ups for Recovery of Transmission Costs as	
Required by Commission Order in Docket No. 12-)
MKEE-650-TAR.	

MID-KANSAS ELECTRIC COMPANY, LLC'S MOTION TO APPROVE ADJUSTMENT

Mid-Kansas Electric Company, LLC ("Mid-Kansas") hereby files its Motion to Approve Adjustment requesting the Kansas Corporation Commission ("Commission") approve certain adjustments to the revenue requirements under the Mid-Kansas' formula-based rate. In support of this filing, Mid-Kansas states as follows:

- 1. On September 24, 2014, Mid-Kansas filed its 2014 Annual Update in the instant docket pursuant to its Open Access Transmission Tariff ("OATT") and formula-based rate protocols. Mid-Kansas incorporates that September 24, 2014, filing into this motion by reference.
- 2. In that filing, Mid-Kansas adjusted its Base Plan Projected Revenue Requirement in Workpaper TU to accurately reflect the amount the Southwest Power Pool (SPP) actually invoiced and collected on behalf of Mid-Kansas in the 2013 rate year pursuant to Mid-Kansas' formula-based rate. A total of \$9,368,012 was invoiced and collected on Mid-Kansas' behalf instead of the \$12,813,798 as projected. The change represents a decrease of \$3,445,786 in the 2013 base plan projected revenue requirement amount. The adjustment is also necessary to accurately reflect Mid-Kansas' formula inputs on a going-forward basis.

- 3. The adjustment resulted from SPP's reclassification of certain transmission projects in 2013 from zonal transmission projects, in which essentially the transmission users within the Mid-Kansas transmission footprint pays for the transmission project costs, to regional transmission projects, in which essentially the transmission users within the SPP regional transmission footprint pay the costs of those transmission projects.
- 4. SPP's reclassification of several transmission projects from a zonal transmission project to a regional transmission project resulted in a reduction of the base plan ATRR from \$12,813,798 to \$9,368,012, or a reduction in the revenue requirement of \$3,445,786.
- 5. Mid-Kansas brought the adjustment of the ATRR and the amount collected by SPP to the attention of the Commission upon the filing of Mid-Kansas's 2014 Annual Update. In the future, should SPP attempt to alter the ATRR approved by the Commission, Mid-Kansas will advise the Commission immediately of such changes and seek appropriate guidance from the Commission.
- 6. Mid-Kansas requests Commission approval of an adjustment to the base plan revenue requirement under Mid-Kansas' Formula-Based Rate, specifically, Workpaper TU, from \$12,813,798 to \$9,368,012. This change accurately reflects the amount that was actually invoiced and collected by the Southwest Power Pool.
- 7. Mid-Kansas has attached a proposed Order granting the Motion to Approve Adjustment for Commission consideration. Mid-Kansas respectfully requests the Commission adopt the proposed order in its entirety and issue an order as soon as reasonably possible.

WHEREFORE, for the reasons set forth above, Mid-Kansas Electric Company, LLC, respectfully requests this motion be granted.

Respectfully submitted,

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COUNSEL FOR MID-KANSAS ELECTRIC COMPANY, LLC

CERTIFICATE OF SERVICE

I do hereby certify that on the 4th day of November, 2014, I electronically filed via the Kansas Corporation Commission's Electronic Filing System a true and correct copy of the above and foregoing Mid-Kansas' Motion with an electronic copy e-mailed to:

/s/ Reneé K. Braun

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THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

Before Commissioners: Shari Feist Albrecht, Chair Jay Scott Emler

Pat Apple

In the Matter of Mid-Kansas Electric Company, LLC's)	
Formula-Based Rate Annual Updates and True-Ups for)	
Recovery of Transmission Costs as Required by)	Docket No. 13-MKEE-360-TFR
Commission Order in Docket No. 12-MKEE-650-TAR.)	

ORDER APPROVING ADJUSTMENT

The above-captioned matter comes before the State Corporation Commission of the State of Kansas ("Commission") for consideration and decision. Having reviewed the files and records, and being duly advised in the premises, the Commission makes the following findings and conclusions:

- On September 24, 2014, Mid-Kansas Electric Company, LLC ("Mid-Kansas")
 filed its Annual Update with the Commission pursuant to its Open Access Transmission Tariff
 ("OATT") protocols.
- 2. Mid-Kansas subsequently filed a motion requesting the Commission make certain adjustments to the revenue requirements under Mid-Kansas' formula-based rate to reflect the adjustments it submitted in the September 24, 2014, annual update filing.
- 3. The 2013 base plan projected revenue requirement under Mid-Kansas' formula-based rate was \$12,813,798. The actual revenue requirement and the amount invoiced and collected by the Southwest Power Pool in 2013 was \$9,368,012.
- 4. Mid-Kansas requested an adjustment to accurately reflect the amount the Southwest Power Pool actually invoiced and collected on behalf of Mid-Kansas in the 2013 rate year pursuant to Mid-Kansas' formula-based rate. The revenue requirement adjustment

PROPOSED

to \$9,368,012 is a decrease of \$3,445,786 from the projected revenue requirement of

\$12,813,798 and reflects the amount that was actually invoiced and collected on Mid-

Kansas' behalf. The adjustment is also necessary to accurately reflect Mid-Kansas' formula

inputs on a going-forward basis.

5. K.S.A. 66-101b requires every public utility to furnish reasonably efficient and

sufficient service at just and reasonable rates.

6. The Commission finds that Mid-Kansas' above referenced adjustment to the

total revenue requirement in the formula-based rate will result in just and reasonable rates

and accurately reflect the revenue requirements for 2013 and going forward.

7. Mid-Kansas' Motion to Approve Adjustment should be granted in its entirety.

IT IS, THEREFORE, BY THE COMMISSION ORDERED THAT:

A. Mid-Kansas Electric Company, LLC's Motion to Approve Adjustment to adjust

the revenue requirements for 2013 and going forward under its Formula-Based Rate is

granted in its entirety for the reasons and in the amounts stated above.

B. This Order shall be electronically serviced on all parties of record. Parties

have 15 days from the date of electronic service of this Order in which to petition the

Commission for reconsideration. K.S.A. 66-118b; K.S.A. 77-529(a)(1).

C. The Commission retains jurisdiction over the subject matter and parties for the

purpose of entering such further order or orders as it may deem necessary.

BY THE COMMISSION IT IS SO ORDERED.

Albrecht, Chair; Emler, Commissioner; Apple, Commissioner

Dated: _____

Thomas A. Day

Acting Executive Director