

STATE OF IOWA
DEPARTMENT OF COMMERCE
UTILITIES BOARD

IN RE: AQUILA, INC., d/b/a AQUILA NETWORKS	DOCKET NOS. TF-08-32 WRU-08-16-225 (EEP-03-4)
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ORDER APPROVING TARIFF AND GRANTING WAIVER

(Issued April 21, 2008)

On February 29, 2008, Aquila, Inc., d/b/a Aquila Networks (Aquila), filed with the Utilities Board (Board) a proposed tariff, identified as TF-08-32. The proposed tariff reflects the annual reconciliation of Aquila's energy efficiency cost recovery factors.

On March 5, 2008, the Consumer Advocate Division of the Department of Justice (Consumer Advocate) filed a conditional objection to the proposed tariff. Consumer Advocate said in its conditional objection that the reconciliation is complex and more time was needed to review the proposed tariff. The Board issued an order on March 14, 2008, docketing the tariff for further review by the Board and Consumer Advocate. In the order, the Board said it would determine whether a procedural schedule needed to be established after the reviews were completed. On April 7, 2008, Consumer Advocate withdrew its conditional objection, stating that its tariff review was complete and that it had no objections to Aquila's proposed tariff.

The Board has also completed its review, finds that no further proceedings are necessary, and will approve the tariff. The proposed tariff reflects projected energy efficiency expenditures for the next 12 months, as well as a reconciliation of the past

year's expenditures to compensate for any over- or under-recovery. The cost recovery factors will decrease next year for both general service (which includes residential) customers and non-general service customers.

Aquila requested an effective date of May 1, 2008, for the proposed tariff. Subrule 199 IAC 35.12(2) provides that customer billing for new energy efficiency cost recovery factors is not to begin until the first billing month at least 30 days following Board approval. In this case, reconciliation of prior expenditures should begin as soon as possible, because bills will decrease slightly for all customer classes. The standards for a waiver in 199 IAC 1.3 are satisfied.

IT IS THEREFORE ORDERED:

1. Tariff filing TF-08-32, filed by Aquila, Inc., d/b/a Aquila Networks, on February 29, 2008, is approved, subject to complaint or investigation, effective May 1, 2008.
2. Subrule 199 IAC 35.12(2) is waived to the extent necessary to allow TF-08-32 to become effective on May 1, 2008.

UTILITIES BOARD

/s/ John R. Norris

/s/ Krista K. Tanner

ATTEST:

/s/ Judi K. Cooper
Executive Secretary

/s/ Darrell Hanson

Dated at Des Moines, Iowa, this 21st day of April, 2008.