

Kansas City Power & Light Company (“KCP&L”) and KCP&L Greater Missouri Operations Company (“GMO”)

True-Up of FY2014 Transmission Formula Rates

Information related to the true-up, as specified in the KCP&L and GMO Formula Rate Implementation Protocols (“Protocols”), is provided below. The Protocols for both KCP&L and GMO reflect the approved changes in FERC Docket No. ER14-2884.

Variance Analysis

Section I.4.c of the Protocols requires a variance analysis. The posted variance analysis compares the projected FY2014 revenue requirements to the FY2014 revenue requirements developed based on actual results applied in the KCP&L and GMO formula rates accepted in the settlement of Federal Energy Regulatory Commission (“FERC”) Docket No. ER10-230. The following is a discussion of material variances identified in this analysis:

KCP&L

- 1) Revenue Requirements (on page 1 of 3):
 - a. Total Gross Revenue Requirement decreased compared to projected.
 - b. Base Plan Gross Revenue Requirement decreased compared with projected. Base Plan Revenue Credit also decreased compared to projected. Resulting Base Plan Net Revenue Requirement decreased compared to projected.
 - c. Balanced Portfolio Gross Revenue Requirement decreased compared to projected. Balanced Portfolio Revenue Credit increased compared to projected. Resulting Balanced Portfolio Net Revenue Requirement decreased compared to projected.
 - d. Zonal Gross Revenue Requirement increased from projected. Zonal Revenue Credit also increased compared to projected. Resulting Zonal Net Revenue Requirement increased compared to projected.
- 2) Rate base (on page 2 of 3) increased from projected levels due primarily to increases in actual net transmission plant partially offset by greater actual Accumulated Deferred Income Taxes (“ADIT”).
- 3) Total O&M expense (on page 3 of 3) decreased compared with projected, primarily due to lower actual O&M Expense.
- 4) Taxes other than Income Taxes (on page 3 of 3) increased compared with projected primarily due to greater actual property taxes.

GMO

- 1) Revenue Requirements (on page 1 of 3):
 - a. Total Gross Revenue Requirement decreased compared to projected.
 - b. Base Plan Gross Revenue Requirement decreased compared with projected. Base Plan Revenue Credit increased compared to projected. Resulting Base Plan Net Revenue Requirement decreased compared to projected.
 - c. Zonal Gross Revenue Requirement decreased from projected. Zonal Revenue Credit increased compared to projected. Resulting Zonal Net Revenue Requirement decreased compared to projected.
- 2) Rate base (on page 2 of 3), increased from projected levels due primarily to greater actual net transmission plant, partially offset by greater actual ADIT.
- 3) Total O&M expense (on page 3 of 3) increased compared to projected primarily due to greater actual transmission expenses and greater transmission lease expense.
- 4) Taxes Other Than Income Taxes increased compared with projected, primarily due to greater actual property taxes.

Changes in Accounting Policies, Practices and Procedures

Section I.4.e (i) of the Protocols requires the identification of changes in KCP&L or GMO accounting policies, practices and procedures.

- For the FY2014 True-Up, there are no accounting changes to report.

Changes in SPP OATT

Section I.4.e (ii) of the Protocols requires the identification of changes in the Southwest Power Pool, Inc. ("SPP") Open Access Transmission Tariff ("OATT") from the provisions of the SPP OATT in effect during the calendar year upon which the most recent Annual Transmission Revenue Requirement ("ATRR") was based, and that in KCPL's judgment could have an impact on the formula rate, or the calculations thereunder, in the next three years.

- For the FY2014 True-Up, there are no such SPP OATT changes to report.
- The changes to the KCP&L and GMO Protocols approved in FERC Docket No. ER14-2884 has also been reflected in the SPP OATT. These changes, however, do not change the formula rate itself or the calculations thereunder. The changes to the KCP&L and GMO Protocols reflect changes relating the communications and issue resolution.

Changes in Classification of Transmission Facility under Attachment A1

Section I.4.e (iii) of the Protocols requires the identification of any change, and the dollar amount of the change, in the classification of any transmission facility under Attachment A1 of the SPP OATT that KCP&L has made in the applicable true-up.

- KCP&L and GMO made no change during 2014 in the classification of facilities under Attachment A1.