



# 2023 Kansas Rate Case Settlement Agreement

*September 29, 2023*





# Kansas Rate Case Settlement Terms

Settlement Terms	Kansas Central	Kansas Metro
Net Revenue Requirement Change	\$74.0M <sup>1</sup>	(\$32.9M)
Annualized Rate Impact Since 2018	0.7%	(0.9%)
Overall Rate of Return	6.8923%	6.8881%
ROE (for purposes of TDC filing) <sup>2</sup>	9.4%	9.4%
COLI Rate Credit Amortization <sup>3</sup>	\$96.5M over 3 years	N/A
Anticipated Effective Date of New Retail Rates	12/21/2023	12/21/2023
Case Number	23-EKCE-775-RTS	23-EKCE-775-RTS

**Unanimous settlement agreement delivers significant cost reductions back to customers, driving rate changes well below inflation, including a decrease at Kansas Metro, subject to approval by the Commission**

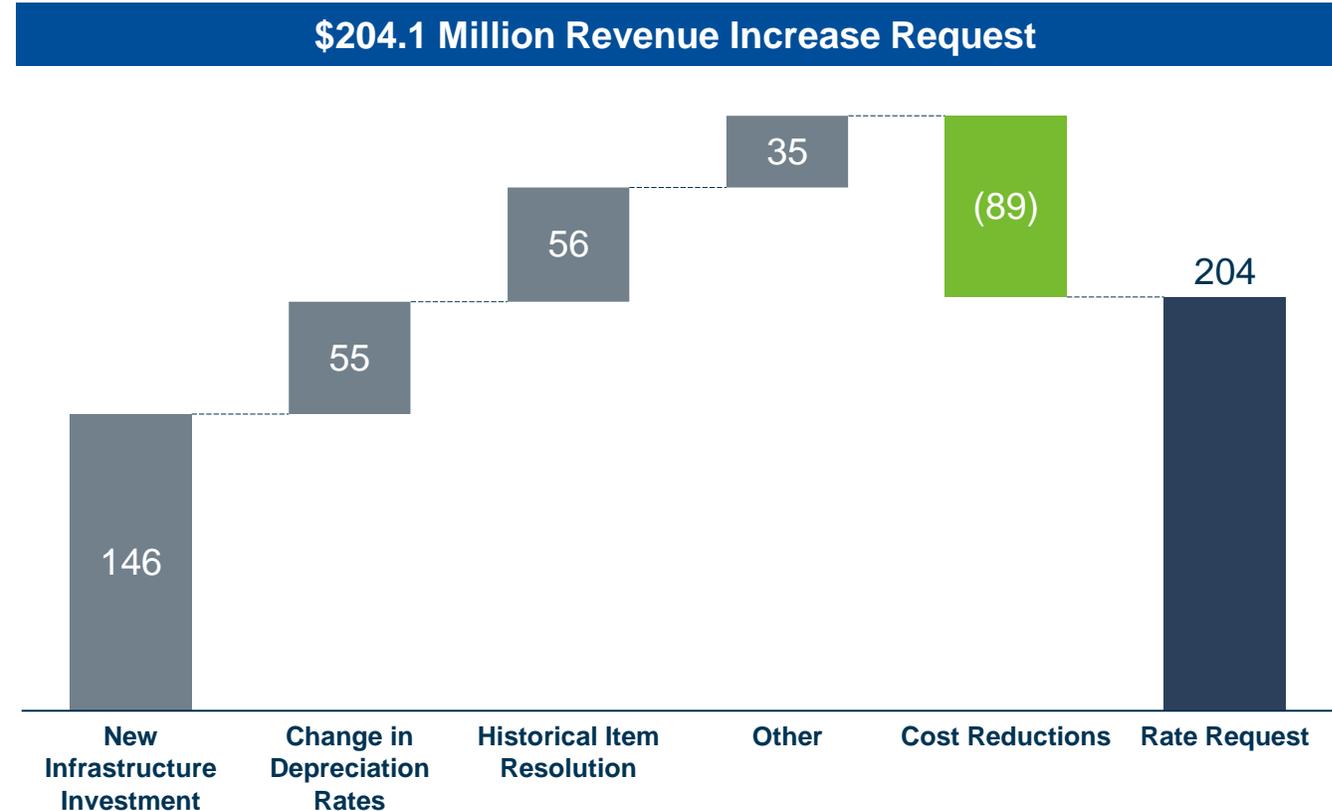
<sup>1</sup>Includes the revenue requirements for Persimmon Creek and Jeffrey Energy Center 8%. <sup>2</sup>Parties acknowledge that no stated return on equity is included in the settlement, but 9.4% will be utilized for purposes of the transmission delivery charge filings required by HB 2225 <sup>3</sup>With the exception of this refund, there will be no additional COLI rate credits included in Kansas Central's revenue requirement in this case or in the revenue requirement of any future rate case



# Evergy Kansas Central Initial Request

- Revenue request includes infrastructure investment to improve reliability, enhance customer service and enable transition to cleaner resources
- Substantially offset by \$89M of customer savings and cost reductions

Case Attributes	
Filed	4/25/2023
Revenue Increase since 2018 <sup>1</sup>	\$204.1M
Percent Increase since 2018 <sup>1</sup>	9.77%
Rate Base	\$6,002M
ROE	10.25%
Cost of Debt	4.35%
Common Equity Ratio	52.04%
Rate of Return	7.42%
Test Year	9/30/2022
Proposed True-Up Date	6/30/2023
Anticipated Effective Date of New Retail Rates	12/21/2023
Case Number	23-EKCE-775-RTS



**Ongoing savings exceed projections; reduce rate increase request by 24%**

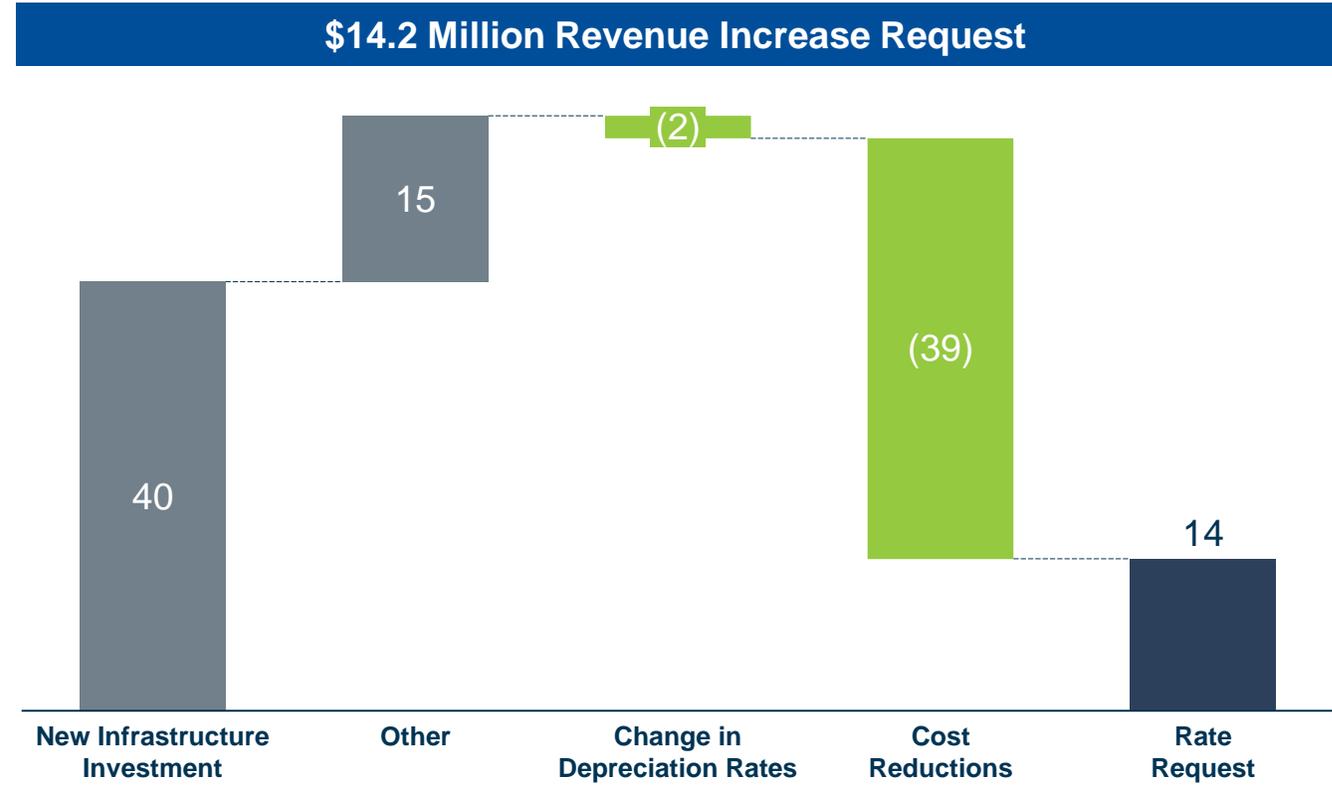
<sup>1</sup>Excludes the rebasing of \$33.3M of property taxes into base rates, which were previously being collected under the Property Tax Surcharge, as well as \$41.5M related to a credit in 2018 base rates but offset in the Retail Energy Cost Adjustment mechanism, resulting in no bill impact from this rate case



# Evergy Kansas Metro Initial Request

- Revenue request includes infrastructure investment to improve reliability, enhance customer service and enable transition to cleaner resources
- Substantially offset by \$39M of customer savings and cost reductions

Case Attributes	
Filed	4/25/2023
Revenue Increase since 2018 <sup>1</sup>	\$14.2M
Percent Increase since 2018 <sup>1</sup>	1.95%
Rate Base	\$2,607M
ROE	10.25%
Cost of Debt	4.37%
Common Equity Ratio	52.00%
Rate of Return	7.43%
Test Year	9/30/2022
Proposed True-Up Date	6/30/2023
Anticipated Effective Date of New Retail Rates	12/21/2023
Case Number	23-EKCE-775-RTS



**Ongoing savings exceed projections; reduce rate increase request by 61%**

<sup>1</sup>Excludes the rebasing of \$10.9M of property taxes into base rates, which were previously being collected under the Property Tax Surcharge