OF THE STATE OF KANSAS

RESPONSIVE TESTIMONY IN SUPPORT OF STIPULATION AND AGREEMENT

OF

LARRY WILKUS

WESTAR ENERGY

DOCKET NO. 18-WCNE-107-GIE

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- 2 A. Lawrence ("Larry") M. Wilkus.
- 3 Q. ARE YOU THE SAME LARRY WILKUS WHO FILED REBUTTAL
- 4 TESTIMONY AND TESTIMONY IN SUPPORT OF THE
- 5 **SETTLEMENT AGREEMENT IN THIS DOCKET?**
- 6 A. Yes.
- 7 Q. WHAT IS THE PURPOSE OF YOUR TESTIMONY IN THIS
- 8 **PROCEEDING?**
- 9 A. I am responding to the testimony in opposition to the Settlement
- Agreement filed by Citizens' Utility Ratepayer Board (CURB) witness
- 11 Stacey Harden.
- 12 Q. CURB WITNESS HARDEN STATES ON P. 7 OF HER TESTIMONY
- 13 THAT IT IS UNCLEAR IF THE STIPULATION AND AGREEMENT

| (S&A) IS IN THE PUBLIC INTEREST BECAUSE THE S&A MAY |
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| RESULT IN A RATE IMPACT THAT IS NOT IN THE PUBLIC |
| INTEREST. DO YOU AGREE WITH HER CONTENTION? |

Α.

Α.

No, Ms. Harden's contention that the Commission must look at the rate impact of the S&A appears to conflict with her previous testimony in this docket. On pp. 5-6 of her rebuttal testimony, Ms. Harden says the Commission should defer its decision regarding ratemaking issues associated with annual contribution levels to KCP&L's and Westar's general rate cases. Moreover, Staff recognizes that the current docket is Phase 1, where escalation rates and cost estimates are updated. Phase 2 is where these updated escalation rates and cost estimates are approved to be recovered in a utility's revenue requirement. (Haynos, p. 7).

Q. IF THE COMMISSION IS INTERESTED IN THE RATE IMPACT, CAN IT BE CALCULATED AT THIS TIME?

Yes, the impact can be estimated. As set forth on p. 8 of my testimony in support of the S&A, the impact to Westar's annual revenue requirement from the change in decommissioning methodology will be approximately \$2 million, which is about a one-tenth of one percent increase to Westar's revenue requirement to be collected from customers. For KCP&L, the impact to its annual revenue requirement is expected to be approximately \$1.2 million

| 1 | which is less than a 0.2% increase to KCP&L's revenue requirement |
|---|---|
| 2 | to be collected from customers. |

Q. DO YOU AGREE WITH STAFF WITNESS HAYNOS' THAT THE S&A IS IN THE PUBLIC INTEREST?

- A. Yes, Staff's approach to pay for costs of managing and decommissioning on-site storage at the present time makes sense.

 It allows investment growth to pay part of the costs and more equitably recovers those costs from current and future ratepayers.
- 9 Q. THANK YOU.