

July 15, 2016

Kansas Corporation Commission 1500 SW Arrowhead Drive Topeka, Kansas 66605-4027

RE: Energy Efficiency Rider (EER)

17-WSEE-014-TAR

To Whom It May Concern,

Westar Energy, Inc. and Kansas Gas and Electric Company (both doing business as Westar Energy) seek approval from the Commission of the enclosed Energy Efficiency Rider. This Rider will permit recovery of costs associated with Westar's various energy efficiency programs.

In Docket No. 08-WSEE-862-ACT, Westar sought to accumulate energy efficiency program costs in a sub-account of 182.3, Other Regulatory Assets. The Commission's November 12, 2008 Order conditionally approved Westar's request subject to certain requirements including (a) the accumulated cost of each energy efficiency program should be tracked separately and (b) Westar is to file separate applications with separate tariffs (rates of riders) as applicable for each program. As noted above, Westar has received the Commission's approval for the deferral of costs associated with these programs as a regulatory asset for future recovery.

Westar's specific programs and associated dockets are:

- Energy Efficiency Education Program Docket No. 09-WSEE-986-ACT
- WattSaver Air Conditioner Cycling Program Docket No. 09-WSEE-636-TAR
- Energy Efficiency Demand Response Program Docket No. 10-WSEE-141-TAR
- SimpleSavings Program Rider Docket No. 10-WSEE-775-TAR

A finding common to the individual energy efficiency filings listed above is related to future cost recovery. The finding in Docket No. 09-WESS-636-TAR reads: "Westar should seek recovery of the WattSaver program costs through its Energy Efficiency Cost Recovery Rider as directed in the Commission's November 14, 2008 Order issued in Docket No. 08-GIMX-441-GIE."

Therefore, please find enclosed the original and redline version of the Energy Efficiency Rider for Westar Energy. Also included are one set of work papers supporting the cost associated with the above listed programs. We appreciate your attention to this matter and request that these tariffs become effective with November's first billing cycle. November Cycle 1 meters will be read on October 28, 2016.

Please contact me if you require any additional information at 785-575-6422.

Sincerely,

Scott Unekis Regulatory Economist

cc: Larry Wilkus Hal Jensen

	Index				
THE STATE CORPORATION COMMISSION OF KANSAS					
WESTAR ENERGY, INC & KANSAS GAS & ELECTRIC COMPANY, d.b.a. WESTAR ENERGY	SCHEDULE	EER			
(Name of Issuing Utility)					
WESTAR RATE AREA	Replacing Schedule_	EER Sheet 1			
(Territory to which schedule is applicable)	which was filed	December 2, 2015			
No supplement or separate understanding shall modify the tariff as shown hereon.	Shee	t 1 of 2 Sheets			
ENERGY EFFICIENCY F	RIDER				

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APPLICABLE

This Energy Efficiency Rider shall be applicable to all retail rate schedules of Westar Energy and Kansas Gas and Electric Company with the exception of Security Area Lighting Service, Street Lighting and Traffic Signal rate schedules.

PURPOSE

This Energy Efficiency Rider is filed in compliance with the Commission's Order in Docket No. 08-GIMX-441-GIV and is designed to recover costs associated with Commission approved Energy Efficiency and Demand Response Programs deferred but not recovered. This Rider will be effective with the first billing cycle of November 2016 through the last billing cycle in October 2017. Westar Energy will file a new Energy Efficiency Rider for Commission approval in July 2017.

BASIS FOR CHARGE

Energy Efficiency incremental program costs will be recovered using an Energy Efficiency (EE) factor applied to each applicable customer's bill. The EE factor will be applied to each applicable customer's energy usage by multiplying the kilowatt-hours (kWh) of electricity billed by the EE factor. The charge associated with this Energy Efficiency Rider will be identified and shown as a separate line on the applicable customer's monthly billings.

Issued			
	Month	Day	Year
Effective	October	28	2016
	Month	Day	Year
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THE STATE CORPORATION COMMISSION OF KANSAS						
WESTAR ENERGY, INC & KANSAS GAS & ELECTRIC COMPANY, d.b.a. WESTAR ENERGY	SCHEDULE	EER				
(Name of Issuing Utility)						
WESTAR RATE AREA	Replacing Schedule_	EER Sheet 2				
(Territory to which schedule is applicable)	which was filed	December 2, 2015				
No supplement or separate understanding shall modify the tariff as shown hereon.	Shee	t 2 of 2 Sheets				

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ENERGY EFFICIENCY RIDER

ENERGY EFFICIENCY RIDER AMOUNT CALCULATION

The initial EE factor will be calculated to recover actual program costs deferred for Commission approved Energy Efficiency programs deferred over a 12 month period ending in June of each year plus any true up amount from the prior period divided by the total applicable kWh as follows:

EE factor = EE costs + True / kWh

Where:

EE costs = The actual costs associated with Commission approved Energy Efficiency programs. These costs are recorded in separate sub-accounts of Account 182.3 Other Regulatory Assets for each approved Energy Efficiency or Demand Response Program and for demand response credits provided to customers under approved Demand Response Programs.

True = The annual true-up amount for an Energy Efficiency Rider year, to be determined prior to filing the next EE Rider and to be applied to the subsequent EE Factor calculation. The true-up will be the difference between the approved recovery amount and the actual recovery amount during the time the EE Factor was in effect.

kWh = The estimated kilowatt-hours for the period this EE factor will be applied to customers' monthly bills.

EE FACTOR

\$0.000199 / kWh effective for the billing months of November 2016 through October 2017.

DEFINITIONS AND CONDITIONS

1. All provisions of this Rider are subject to changes made by order of the regulatory authority having jurisdiction.

Issued			
	Month	Day	Year
Effective	October	28	2016
	Month	Day	Year
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THE STATE CORPORATION COMMISSION OF KANSAS		
WESTAR ENERGY, INC & KANSAS GAS & ELECTRIC COMPANY, d.b.a. WESTAR ENERGY	SCHEDULE	EER
(Name of Issuing Utility)		
WESTAR RATE AREA	Replacing Schedule_	EER Sheet 1
(Territory to which schedule is applicable) $2,2015$	which was filed	October 28, 2014December
No supplement or separate understanding shall modify the tariff as shown hereon.	Shee	t 1 of 3 Sheets

ENERGY EFFICIENCY RIDER

APPLICABLE

This Energy Efficiency Rider shall be applicable to all retail rate schedules of Westar Energy and Kansas Gas and Electric Company with the exception of Security Area Lighting Service, Street Lighting and Traffic Signal rate schedules.

PURPOSE

This Energy Efficiency Rider is filed in compliance with the Commission's Order in Docket No. 08-GIMX-441-GIV and is designed to recover costs associated with Commission approved Energy Efficiency and Demand Response Programs deferred but not recovered. This Rider will be effective with the first billing cycle of <u>DecemberNovember</u> 20156 through the last billing cycle in October 20167. Westar Energy will file a new Energy Efficiency Rider for Commission approval in July 20167.

BASIS FOR CHARGE

Energy Efficiency incremental program costs will be recovered using an Energy Efficiency (EE) factor applied to each applicable customer's bill. The EE factor will be applied to each applicable customer's energy usage by multiplying the kilowatt-hours (kWh) of electricity billed by the EE factor. The charge associated with this Energy Efficiency Rider will be identified and shown as a separate line on the applicable customer's monthly billings.

Issued			
	Month	Day	Year
Effective			
	Month	Day	Year
By			
	Jeffrey L. Martin, V	Vice President	

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THE STATE CORPORATION COMMISSION OF KANSAS /ESTAR ENERGY, INC & KANSAS GAS & ELECTRIC COMPANY, d.b.a. WESTAR ENERGY	SCHEDULE	EER		
(Name of Issuing Utility)				
WESTAR RATE AREA	Replacing Schedule_	EER	_ Sheet	2
(Territory to which schedule is applicable) $2,2015$	which was filed	October 28	3, 2014 De	ecember
No supplement or separate understanding hall modify the tariff as shown hereon.	Shee	t 2 of 3 Sheets	5	
ENERGY EFFICIENCY	RIDER			
ENERGY EFFICIENCY RIDER AMOUNT CALCULATION				
The initial EE factor will be calculated to recover act approved Energy Efficiency programs deferred over a plus any true up amount from the prior period divided be	12 month period end	ding in Jun	e of ead	ch year
EE factor = EE costs + True / kWh				
Where: EE costs = The actual costs associated with programs. These costs are recorded in separa Regulatory Assets for each approved Energy Efficient demand response credits provided to customers un True = The annual true-up amount for an Ener prior to filing the next EE Rider and to be applied to true-up will be the difference between the approve amount during the time the EE Factor was in effect.	ate sub-accounts of ency or Demand Re der approved Dema ergy Efficiency Ride the subsequent EE ed recovery amount	of Account sponse Pr and Resport r year, to l Factor ca	t 182.3 ogram a nse Pro be dete ilculatio	Other and for grams. rmined n. The
kWh = The estimated kilowatt-hours for the peri monthly bills.	od this EE factor will	be applied	to cust	omers
<u>EE FACTOR</u>				
\$0.000 <u>199</u> 235 / kWh effective for the billing mo October 201 <u>7</u> 6.	onths of December<u>N</u>	<u>ovember</u> 2	201 <mark>56</mark> th	nrough
DEFINITIONS AND CONDITIONS				
Issued Month Day Year				
Effective Month Day Year				
By				

Jeffrey L. Martin, Vice President

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		N COMMISSION						
VESTAR ENERGY,		S & ELECTRIC COMPA uing Utility)	ANY, d.b.a. WESTAR ENERGY	SCHEDULE	EER			
				Replacing Schedule_	EER Sheet 3			
	WESTAR	RATE AREA						
<u>2,</u>	2015	schedule is applica	able)	which was filed	October 28, 2014December			
No supplement or shall modify the t	r separate understand tariff as shown hereo	ling on.		Shee	t 3 of 3 Sheets			
1.	All provisior having juris		are subject to change	es made by order o	f the regulatory authority			
Issued	Month	Day	Year					
Effective								
	Month	Day	Year					

Westar Energy, Inc. Energy Efficiency and Demand Response Expenditures Applicable Energy Sales used for Development of Billing Rate

	period Nov 2016 ugh Oct 2017
Total retail energy sales (kWh)	19,968,635,339
Less Lighting energy sales	 187,262,702
Total retail less lighting	 19,781,372,637
(Over) /Under recovery	\$ 105,581
Program expenses	\$ 3,839,152
Total EER amount	\$ 3,944,733
Charge per kWh	\$ 0.000199

Westar Energy, Inc. Energy Efficiency and Demand Response expenditures from July 1, 2015 through June 30, 2016

<u>Program</u>	<u>USoA</u>	Docket No.	Jul-15	Aug-15	Sep-15	Oct-15	Nov-15	Dec-15	Jan-16	Feb-16	Mar-16	Apr-16	May-16	Jun-16	Total
WattSaver	1823650	09-WSEE-636-TAR \$	100,212 \$	110,656 \$	79,100 \$	68,296 \$	67,067 \$	69,253 \$	71,337 \$	49,882 \$	44,001 \$	44,052 \$	68,212 \$	61,174 \$	833,244
Education Programs	1823660	09-WSEE-986-ACT \$	- \$	- \$	- \$	- \$	- \$	- \$	- \$	- \$	- \$	- \$	- \$	- \$	-
Energy Efficiency Demand Response Rider	1823910	10-WSEE-141-TAR \$	297,172 \$	268,568 \$	204,080 \$	197,396 \$	197,448 \$	272,336 \$	230,940 \$	268,208 \$	232,556 \$	228,016 \$	302,688 \$	299,336 \$	2,998,744
Simple Savings program expenses	1823665	10-WSEE-775- TAR \$	93 \$	- \$	146 \$	- \$	67 \$	71 \$	- \$	31 \$	96 \$	- \$	37 \$	6,623 \$	7,164
		Gra	and total of all prog	rams										\$	3,839,152

2015						
2015	2016	2016	2016	2016	2016	2016
December	January	February	March	April	May	June
507 1,688,165	5 1,702,288	1,482,810	1,528,520	1,431,488	1,595,820	1,859,039
596 1,688,164,738	8 1,702,287,776	1,482,810,262	1,528,519,741	1,431,488,379	1,595,819,600	1,859,038,638
539 15,229,918	8 15,993,999	15,849,284	15,750,083	15,683,801	15,521,016	15,490,394
057 1,672,934,820	0 1,686,293,777	1,466,960,978	1,512,769,658	1,415,804,578	1,580,298,584	1,843,548,244
235 \$ 0.000235	5 \$ 0.000235	\$ 0.000235	\$ 0.000235	\$ 0.000235	\$ 0.000235 \$	0.000235
4.17 \$ 393,139.68	8 \$ 396,279.04	\$ 344,735.83	\$ 355,500.87	\$ 332,714.08	\$ 371,370.17 \$	433,233.84
6.86 \$ 397,811.58	8 \$ 386,610.17	\$ 345,890.09	\$ 312,156.77	\$ 304,025.02	\$ 316,528.75 \$	399,379.05
2.69 \$ 4,671.90	0 \$ (9,668.87)	\$ 1,154.26	\$ (43,344.10)	\$ (28,689.06)	\$ (54,841.42) \$	6 (33,854.79)

EER rate (Nov 2014 - Oct 2015) \$0.000280EER rate (Nov 2015 - Oct 2016) \$0.000235

* Last year's rider was not approved and implemented until December 2, so November EER was billed at the 0.000280 rate. However, the 2015 EER factor was calculated using November's estimated kWh. The result was an overcollection of \$40,152 in November that is included in the true-up.

over/(under) July thru June \$ (105,581)