BEFORE THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

In the Matter of the Application of Great)	
Plains Energy Inc., Kansas City Power &)	
Light Co., and Westar Energy, Inc. for)	Docket No. 18-KCPE-095-MER
Approval of the Merger of Westar)	
Energy, Inc. and Great Plains Energy Inc.)	

OBJECTION TO THE NONUNANIMOUS SETTLEMENT AGREEMENT AND THE MOTION TO APPROVE THE SAME BY KANSAS ELECTRIC POWER COOPERATIVE, INC.

COMES NOW, the Kansas Electric Power Cooperative, Inc. ("KEPCo") pursuant to K.A.R. § 82-1-230a(c) provides notice to the Commission and to parties in the above-captioned docket of its *Objection to the Nonunanimous Settlement Agreement and the Motion to Approve the Same*, and respectfully states as follows:

- 1. On August 25, 2017, Westar Energy, Inc., Kansas Gas and Electric Company, Great Plains Energy Inc., and Kansas City Power & Light Company (collectively, "Applicants") filed an application requesting approval of a revised transaction—now restructured as a "merger of equals"—that would consolidate the two regulated utility companies under a new holding company, Holdco.
- 2. On March 7, 2018, Applicants and some parties submitted a Joint Motion for Approval of Non-Unanimous Settlement Agreement ("Motion") and a Non-Unanimous Settlement Agreement ("NSA").

- 3. KEPCo is not a signatory to, and opposes, the proposed NSA and the Motion. KEPCo intends to participate actively in the evidentiary hearing scheduled to commence on Monday, March 19, 2018.
- 4. Although not required under the notice provisions of K.A.R. § 82-1-230a(c), KEPCo states that it opposes certain representations in the Motion and NSA. First, KEPCo opposes NSA signatories' claims that the merger was negotiated with the intent and result that neither company would be paying or receiving a premium with respect to the other company, and that there will be no transaction-related debt. *See* Motion at P 1; NSA at P 6. These claims are presented as fact, but only the Commission has authority to make findings of fact, and does so only after reasoned consideration of a full and complete evidentiary record.
- 5. Second, KEPCo vigorously opposes the erroneous and unsupported claim that the interests of the non-signing parties like KEPCo "are also represented by Staff, generally." Motion at P 13. To clarify the record, KEPCo is not "represented by Staff, generally" and certainly KEPCo's positions in these proceedings—that the proposed merger should be approved only if the Commission adopts KEPCo's conditions regarding sound financial, ring-fencing, plant retirements, and Integrated Resource Planning issues—have not been addressed fully by Staff experts.
- 6. Third, KEPCo opposes the Motion's gratuitous and grandiose claims that the NSA is "a comprehensive settlement of all issues relevant to this proceeding" (NSA at 1, see also id. at P 9 ("agreement on all issues")); that the elements of the NSA are "fair, reasonable, and fully supported by the evidence in the case" (Motion at P 14); and that the "evidence in the record ... demonstrates that the provisions of the [NSA] are in furtherance of the public interest"

(*id.*; see also NSA at P 10 (Application, as modified by the NSA, is in the public interest)). The NSA is not comprehensive and does not address all issues raised by KEPCo.

7. Fourth, the NSA is unlawful because it contains terms and conditions that would, without notice due, predetermine Applicants' regulated rates in future cases in complete disregard of Kansas statutes that mandate a process for setting rates. The NSA would require the Commission's Staff to affirmatively "recommend and support" Applicants' position regarding components of Applicants' cost-based rates (NSA at P 32(iv)), and therefore would prevent the Commission's Staff from fulfilling its legal duty of balancing the interests of all parties in developing its position in that future rate case. See Order at P 58, In re Application of Kansas City Power & Light Co. to Make Certain Changes to Its Charges for Elec. Serv.,, Docket No. 15-KCPE-116-RTS (Sept. 10, 2015) ("Staff represents the public interest generally, placing Staff in the unique position of being required to weigh and balance the interests of the Company, all classes of the Company's customers, and any other interests impacted by the Commission's order that may not be party to the proceeding"). A further consequence of these provisions would be to limit the future Commission's ability to compile a full record in these first and very critical post-merger rate cases and would, therefore, deprive the future Commission of its statutory responsibility to decide whether proposed rates are legitimately fair, reasonable, and in the public interest. In this respect the NSA is obviously contrary to settled law, and the Commission should reject it on that basis.

William Riggins (# 12080)
General Counsel
Kansas Electric Power Cooperative, Inc.
600 SW Corporate View
Topeka, KS 66615
785-271-4833
785-271-4888 fax
briggins@kepco.org

VERIFICATION

STATE OF KANSAS)	
)	SS:
COUNTY OF SHAWNEE)	

William G. Riggins, of lawful age, being first duly sworn upon his oath states:

That he is an attorney for the above named petitioner, that he has read the above and foregoing and upon information and belief, states that the matters therein appearing are true and correct.

William Riggins

SUBSCRIBED AND SWORN to before methis

day of March, 2018.

Notary Public

My Commission expires

KELSEY SCHREMPP
NOTARY PUBLIC
STATE OF KANSAS
My Appt Exp.

CERTIFICATE OF SERVICE

I, the undersigned, hereby certify that a true and correct copy of the above and foregoing was electronically served or placed in the United States mail, postage prepaid, this 120 day of March, 2018, addressed to the following:

MICHAEL E. AMASH, ATTORNEY BLAKE & UHLIG PA SUITE 475 NEW BROTHERHOOD BLDG 753 STATE AVE. KANSAS CITY, KS 66101 MEA@BLAKE-UHLIG.COM

MARTIN J. BREGMAN BREGMAN LAW OFFICE, L.L.C. 311 PARKER CIRCLE LAWRENCE, KS 66049 mjb@mjbregmanlaw.com

ANDREW J ZELLERS, GEN
COUNSEL/VP REGULATORY AFFAIRS
BRIGHTERGY, LLC
1712 MAIN ST 6TH FLR
KANSAS CITY, MO 64108
andy.zellers@brightergy.com

GLENDA CAFER, ATTORNEY CAFER PEMBERTON LLC 3321 SW 6TH ST TOPEKA, KS 66606 glenda@caferlaw.com

TERRI PEMBERTON, ATTORNEY CAFER PEMBERTON LLC 3321 SW 6TH ST TOPEKA, KS 66606 terri@caferlaw.com CARY CATCHPOLE, Accountant/Econo mist CITIZENS' UTILITY RATEPAYER BOARD 1500 SW ARROWHEAD RD TOPEKA, KS 66604 c.catchpole@curb.kansas.gov

THOMAS J. CONNORS, Attorney at Law
CITIZENS' UTILITY RATEPAYER
BOARD
1500 SW ARROWHEAD RD
TOPEKA, KS 66604
tj.connors@curb.kansas.gov

STACY HARDEN, SENIOR
REGULATORY ANALYST
CITIZENS' UTILITY RATEPAYER
BOARD
1500 SW ARROWHEAD RD
TOPEKA, KS 66604
s.harden@curb.kansas.gov

TODD E. LOVE, ATTORNEY
CITIZENS' UTILITY RATEPAYER
BOARD
1500 SW ARROWHEAD RD
TOPEKA, KS 66604
t.love@curb.kansas.gov

DAVID W. NICKEL, CONSUMER COUNSEL CITIZENS' UTILITY RATEPAYER BOARD 1500 SW ARROWHEAD RD TOPEKA, KS 66604 D.NICKEL@CURB.KANSAS.GOV SHONDA RABB
CITIZENS' UTILITY RATEPAYER
BOARD
1500 SW ARROWHEAD RD
TOPEKA, KS 66604
s.rabb@curb.kansas.gov

DELLA SMITH
CITIZENS' UTILITY RATEPAYER
BOARD
1500 SW ARROWHEAD RD
TOPEKA, KS 66604
d.smith@curb.kansas.gov

DOROTHY BARNETT CLIMATE & ENERGY PROJECT PO BOX 1858 HUTCHINSON, KS 67504-1858 barnett@climateandenergy.org

JONATHAN LESSER
CONTINENTAL ECONOMICS, INC.
6 REAL PLACE
SCANDIA PARK, NM 87047
jlesser@continentalecon.com

DANIEL R. ZMIJEWSKI DRZ LAW FIRM 9229 WARD PARKWAY STE 370 KANSAS CITY, MO 64114 dan@drzlawfirm.com

SHANNON FISK, ATTORNEY EARTHJUSTICE 1617 JOHN F KENNEDY BLVD SUITE 1675 PHILADELPHIA, PA 19103 sfisk@earthjustice.org

SARAH STEELE
GILMORE & BELL, P.C.
ONE MAIN PLACE
100 NORTH MAIN, STE. 800
WICHITA, KS 67202
ssteele@gilmorebell.com

DARRELL MCCUBBINS, BUSINESS MANAGER IBEW LOCAL UNION NO. 1464 1760 UNIVERSAL AVENUE KANSAS CITY, MO 64120 kwhiteman@ibew1464.org

DAVID PINON, BUSINESS MANAGER IBEW LOCAL UNION NO. 1613 6900 EXECUTIVE DR SUITE 180 KANSAS CITY, MO 64120 local1613@earthlink.net

JASON IANACONE
IBEW LOCAL UNION NO. 225
IBEW Local 225
PO Box 404
Burlington, KS 66839
Jason.ianacone@gmail.com

JOHN GARRETSON, BUSINESS MANAGER IBEW LOCAL UNION NO. 304 3906 NW 16TH STREET TOPEKA, KS 66615 johng@ibew304.org

BRAD MILLER, East End Asst. Bus. Mgr.
IBEW LOCAL UNION NO. 304
IBEW Local Union No. 304
3906 NW 16th Street
Topeka, KS 66615
bradm@ibew304.org

RANDY ADAMS, BUSINESS MANAGER IBEW LOCAL UNION NO. 412 1760 UNIVERSAL AVENUE KANSAS CITY, MO 64120 business.manager@ibew412.org JOHN KRAJEWSKI, PRESIDENT J K ENERGY CONSULTING LLC 650 J STREET STE 108 LINCOLN, NE 68508 jk@jkenergyconsulting.com

ALAN I. ROBBINS, ATTORNEY
JENNINGS, STROUSS & SALMON,
P.L.C
1350 | Street, NW
Suite 810
WASHINGTON, DC 20005
arobbins@jsslaw.com

DEBRA D. ROBY, ATTORNEY
JENNINGS, STROUSS & SALMON,
P.L.C
1350 | Street, NW
Suite 810
WASHINGTON, DC 20005
droby@jsslaw.com

ANDREA I. SARMENTERO GARZON JENNINGS, STROUSS & SALMON, P.L.C 1350 | Street, NW Suite 810 WASHINGTON, DC 20005 asarmentero@jsslaw.com

SUSAN ALIG, ASSISTANT COUNSEL KANSAS CITY KANSAS BOARD OF PUBLIC UTILITIES 701 N 7TH STREET KANSAS CITY, KS 66101 salig@wycokck.org

ANGELA LAWSON, SENIOR
COUNSEL
KANSAS CITY KANSAS BOARD OF
PUBLIC UTILITIES
540 MINNESOTA AVENUE
KANSAS CITY, KS 66101-2930
alawson@bpu.com

ROBERT J. HACK, LEAD
REGULATORY COUNSEL
KANSAS CITY POWER & LIGHT
COMPANY
ONE KANSAS CITY PL, 1200 MAIN ST
31ST FLOOR (64105)
PO BOX 418679
KANSAS CITY, MO 64141-9679
ROB.HACK@KCPL.COM

DARRIN R. IVES, VICE PRESIDENT, REGULATORY AFFAIRS KANSAS CITY POWER & LIGHT COMPANY ONE KANSAS CITY PL, 1200 MAIN ST 31ST FLOOR (64105) PO BOX 418679 KANSAS CITY, MO 64141-9679 darrin.ives@kcpl.com

ROGER W. STEINER, CORPORATE
COUNSEL
KANSAS CITY POWER & LIGHT
COMPANY
ONE KANSAS CITY PL, 1200 MAIN ST
31ST FLOOR (64105)
PO BOX 418679
KANSAS CITY, MO 64141-9679
roger.steiner@kcpl.com

NICOLE A. WEHRY, SENIOR
REGULTORY COMMUNICATIONS
SPECIALIST
KANSAS CITY POWER & LIGHT
COMPANY
ONE KANSAS CITY PL, 1200 MAIN ST
31ST FLOOR (64105)
PO BOX 418679
KANSAS CITY, MO 64141-9679
NICOLE.WEHRY@KCPL.COM

ANTHONY WESTENKIRCHNER, SENI OR PARALEGAL KANSAS CITY POWER & LIGHT COMPANY ONE KANSAS CITY PL, 1200 MAIN ST 31ST FLOOR (64105) PO BOX 418679 KANSAS CITY, MO 64141-9679 anthony.westenkirchner@kcpl.com

BRIAN G. FEDOTIN, DEPUTY GENERAL COUNSEL KANSAS CORPORATION COMMISSION 1500 SW ARROWHEAD RD TOPEKA, KS 66604-4027 b.fedotin@kcc.ks.gov

DUSTIN KIRK, DEPUTY GENERAL COUNSEL KANSAS CORPORATION COMMISSION 1500 SW ARROWHEAD RD TOPEKA, KS 66604-4027 d.kirk@kcc.ks.gov

MICHAEL NEELEY, LITIGATION COUNSEL KANSAS CORPORATION COMMISSION 1500 SW ARROWHEAD RD TOPEKA, KS 66604-4027 m.neeley@kcc.ks.gov

AMBER SMITH, CHIEF LITIGATION
COUNSEL
KANSAS CORPORATION
COMMISSION
1500 SW ARROWHEAD RD
TOPEKA, KS 66604-4027
a.smith@kcc.ks.gov

MARK DOLJAC, DIR RATES AND REGULATION KANSAS ELECTRIC POWER CO-OP, INC. 600 SW CORPORATE VIEW (66615) PO BOX 4877 TOPEKA, KS 66604-0877 MDOLJAC@KEPCO.ORG

WILLIAM G. RIGGINS, GENERAL COUNSEL KANSAS ELECTRIC POWER CO-OP, INC.
600 SW CORPORATE VIEW (66615) PO BOX 4877
TOPEKA, KS 66604-0877
briggins@kepco.org

JAMES GING, DIRECTOR
ENGINEERING SERVICES
KANSAS POWER POOL
100 N BROADWAY STE L110
WICHITA, KS 67202
jging@kpp.agency

LARRY HOLLOWAY, ASST GEN MGR
OPERATIONS
KANSAS POWER POOL
100 N BROADWAY STE L110
WICHITA, KS 67202
Iholloway@kpp.agency

ROBERT V. EYE, ATTORNEY AT LAW KAUFFMAN & EYE 4840 Bob Billings Pkwy, Ste. 1010 Lawrence, KS 66049-3862 BOB@KAUFFMANEYE.COM

ASHLEY M. BOND, ATTORNEY KENNETH HOLMBOE 1730 RHODE ISLAND AVENUE NW SUITE 700 WASHINGTON, DC 20036-3155 amb@duncanallen.com KENNETH M. HOLMBOE, ATTORNEY AT LAW KENNETH HOLMBOE 1730 RHODE ISLAND AVENUE NW SUITE 700 WASHINGTON, DC 20036-3155 kh@duncanallen.com

GREGG D. OTTINGER, ATTORNEY KENNETH HOLMBOE 1730 RHODE ISLAND AVENUE NW SUITE 700 WASHINGTON, DC 20036-3155 GDO@DUNCANALLEN.COM

JOHN MICHAEL ADRAGNA MCCARTER ENGLISH, LLP 1015 15TH STREET, NW 12TH FLOOR WASHINGTON, DC 20005 jadragna@mccarter.com

KIMBERLY BRICKELL FRANK MCCARTER ENGLISH, LLP 1015 15TH STREET, NW 12TH FLOOR WASHINGTON, DC 20005 kfrank@mccarter.com

WILLIAM DOWLING, VP ENGINEERING & ENERGY SUPPLY MIDWEST ENERGY, INC. 1330 CANTERBURY ROAD PO BOX 898 HAYS, KS 67601-0898 BDOWLING@MWENERGY.COM

ROBERT MUIRHEAD, REGULATORY-VICE-PRES CUSTOMER SERVICE MIDWEST ENERGY, INC. 1330 Canterbury Rd PO Box 898 Hays, KS 67601-0898 bmuirhead@mwenergy.com

ANNE E. CALLENBACH, ATTORNEY POLSINELLI PC 900 W 48TH PLACE STE 900 KANSAS CITY, MO 64112 acallenbach@polsinelli.com

FRANK A. CARO, ATTORNEY POLSINELLI PC 900 W 48TH PLACE STE 900 KANSAS CITY, MO 64112 fcaro@polsinelli.com

BORIS STEFFEN RMS US LLP 1861 INTERNATIONAL DRIVE SUITE 400 MCLEAN, VA 22102 boris.steffen@rsmus.com

SUNIL BECTOR, ATTORNEY SIERRA CLUB 2101 WEBSTER, SUITE 1300 OAKLAND, CA 94312-3011 sunil.bector@sierraclub.org

ANDREW J. FRENCH, ATTORNEY AT LAW SMITHYMAN & ZAKOURA, CHTD. 7400 W 110TH ST STE 750 OVERLAND PARK, KS 66210-2362 andrew@smizak-law.com

JAMES P. ZAKOURA, ATTORNEY SMITHYMAN & ZAKOURA, CHTD. 7400 W 110TH ST STE 750 OVERLAND PARK, KS 66210-2362 jim@smizak-law.com

RENEE BRAUN, CORPORATE
PARALEGAL, SUPERVISOR
SUNFLOWER ELECTRIC POWER
CORPORATION
301 W. 13TH
PO BOX 1020 (67601-1020)
HAYS, KS 67601
RBRAUN@SUNFLOWER.NET

JAMES BRUNGARDT, MANAGER, REGULATORY RELATIONS SUNFLOWER ELECTRIC POWER CORPORATION 301 W. 13TH PO BOX 1020 (67601-1020) HAYS, KS 67601 JBRUNGARDT@SUNFLOWER.NET

DAVIS ROONEY, VICE PRESIDENT AND CFO SUNFLOWER ELECTRIC POWER CORPORATION 301 W. 13TH PO BOX 1020 (67601-1020) HAYS, KS 67601 HROONEY@SUNFLOWER.NET

AL TAMIMI, VICE PRESIDENT,
TRANSMISSION PLANNING AND
POLICY
SUNFLOWER ELECTRIC POWER
CORPORATION
301 W. 13TH
PO BOX 1020 (67601-1020)
HAYS, KS 67601
atamimi@sunflower.net

AMY FELLOWS CLINE, ATTORNEY TRIPLETT, WOOLF & GARRETSON, LLC 2959 N ROCK RD STE 300 WICHITA, KS 67226 amycline@twgfirm.com

TIMOTHY E. MCKEE, ATTORNEY TRIPLETT, WOOLF & GARRETSON, LLC 2959 N ROCK RD STE 300 WICHITA, KS 67226

TEMCKEE@TWGFIRM.COM

MARK D. CALCARA, ATTORNEY WATKINS CALCARA CHTD. 1321 MAIN ST STE 300 PO DRAWER 1110 GREAT BEND, KS 67530 MCALCARA@WCRF.COM

TAYLOR P. CALCARA, ATTORNEY WATKINS CALCARA CHTD.
1321 MAIN ST STE 300
PO DRAWER 1110
GREAT BEND, KS 67530
TCALCARA@WCRF.COM

CATHRYN J. DINGES, SENIOR CORPORATE COUNSEL WESTAR ENERGY, INC. 818 S KANSAS AVE PO BOX 889 TOPEKA, KS 66601-0889 cathy.dinges@westarenergy.com

JEFFREY L. MARTIN, VICE
PRESIDENT, REGULATORY AFFAIRS
WESTAR ENERGY, INC.
818 S KANSAS AVE
PO BOX 889
TOPEKA, KS 66601-0889
JEFF.MARTIN@WESTARENERGY.CO
M

DAVID L. WOODSMALL WOODSMALL LAW OFFICE 308 E HIGH ST STE 204 JEFFERSON CITY, MO 65101 david.woodsmall@woodsmalllaw.com

William G. Riggins