BEFORE THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

In the Matter of the General Investigation into)	
the Appropriateness of Certain Sections of the)	
Kansas Corporation Commission's Electric)	Docket No. 15-GIMX-344-GIV
and Natural Gas Billing Standards (Billing)	
Standards) Related to On-Premises)	
Collections.)	

SOUTHERN PIONEER ELECTRIC COMPANY'S RECOMMENDATION REGARDING CONTINUATION OF PILOT PROGRAM

Southern Pioneer Electric Company ("Southern Pioneer") hereby submits its recommendation regarding continuation of the pilot program waiving the Knock and Collect requirement for Southern Pioneer and Westar. ("Pilot Program")¹ The Pilot Program contains a "Midpoint Review" for parties and the Corporation Commission of the State of Kansas' ("Staff" and "Commission" respectively) to evaluate the performance of the Pilot Program.²

I. BACKGROUND

1. For purposes of brevity, Southern Pioneer will not recite the procedural background in this proceeding. Rather, Southern Pioneer will focus its general comments on the value of recommending continuation of the Pilot Program for the remainder of the 36-month period.

II. SOUTHERN PIONEER'S GENERAL COMMENTS

2. As approved by the Commission, effective October 1, 2017, Southern Pioneer implemented the Pilot Program for both the cold weather rule and the non-cold weather rule periods, and subsequently submitted two comprehensive bi-annual reports as agreed to by the parties and ordered by the Commission.³

¹ Order Approving Pilot Program (Aug. 17, 2017).

² Id. at pp. 6-7.

³ Id. at pp. 5-6.

- 3. During the first 12-months of the Pilot Program, as a result of the additional call attempts after the issuing of the 10-day delinquent customer notice, Southern Pioneer has experienced an overall reduction in the number of consumers delinquent at each phase of the collection process and the ultimate number of customer contacts at the time of disconnection if payment was not made. This acceleration in payments has enhanced Southern Pioneer's cash flow and management of delinquent debt.
- 4. During the first 12-months of the Pilot Program, Southern Pioneer has not received any customer complaints regarding the Pilot Program, the Pilot Program's stepped-up call frequency, lack of on premise attempt to collect or remote disconnection.
- 5. During the first 12-months of the Pilot Program, due to Southern Pioneer's rural 10-county southwest and south central Kansas service territory and the waiver of the requirement to no longer travel long distances to knock and attempt to collect prior to disconnection, Southern Pioneer conservatively calculated that it has avoided a moderate cost of approximately \$58,753. This has allowed Southern Pioneer to redirect its operations staff and the associated equipment to other critical utility maintenance or service functions in order to continue to provide reliable and safe electric service.

II. SOUTHERN PIONEER'S RECOMMENDATION

6. Because of the stepped up contacts resulting in accelerated payments positively impacting delinquent debt, the ability to avoid costs by utilizing Southern Pioneer's installed and fully deployed automated meter infrastructure technology to remotely disconnect, the efficiencies created by being able to redirect operational resources to provide safe and reliable service, and the absence of customer complaints equating to customer acceptance, Southern Pioneer requests that

the Commission authorize continuation of the Pilot Program for the duration of the 36-month period.

WHEREFORE, Southern Pioneer respectfully submits this recommendation for consideration and requests the Commission issue an order authorizing continuation of the pilot program for the remainder of the 36-month period.

Respectfully submitted,

<u> Lindsay A. Campbell</u>

Lindsay A. Campbell (#23276)
Executive Vice President – General Counsel
Southern Pioneer Electric Company
P.O. Box 430
Ulysses, Kansas 67880
(620) 424-5206 telephone
(620) 356-4306 facsimile
lcampbell@pioneerelectric.coop

ATTORNEY FOR SOUTHERN PIONEER ELECTRIC COMPANY

CERTIFICATE OF SERVICE

I, the undersigned, hereby certify that a true and correct copy of the above document was electronically served, this 16th day of January, 2019 to:

JAMES G. FLAHERTY, ATTORNEY ANDERSON & BYRD, L.L.P. 216 S HICKORY PO BOX 17 OTTAWA, KS 66067 iflaherty@andersonbyrd.com

JAMES BARTLING ATMOS ENERGY CORPORATION 25090 W 110TH TERR OLATHE, KS 66061 james.bartling@atmosenergy.com

ROBERT J. AMDOR, MANAGER, REGULATORY SERVICES BLACK HILLS/KANSAS GAS UTILITY COMPANY, LLC D/B/A BLACK HILLS ENERGY 1102 EAST 1ST ST PAPILLION, NE 68046 robert.amdor@blackhillscorp.com

ANN STICHLER, SR. REGULATORY ANALYST BLACK HILLS/KANSAS GAS UTILITY COMPANY, LLC D/B/A BLACK HILLS ENERGY 1102 EAST 1ST ST PAPILLION, NE 68046 ann.stichler@blackhillscorp.com

DAVID W. NICKEL, CONSUMER COUNSEL CITIZENS' UTILITY RATEPAYER BOARD 1500 SW ARROWHEAD RD TOPEKA, KS 66604 D.NICKEL@CURB.KANSAS.GOV

SHONDA SMITH CITIZENS' UTILITY RATEPAYER BOARD 1500 SW ARROWHEAD RD TOPEKA, KS 66604 sd.smith@CURB.KANSAS.GOV JAMES PRICE, ATTORNEY ATMOS ENERGY 5430 LBJ FREEWAY, THREE LINCOLN CENTRE PO BOX 650205 DALLAS, TX 75265-0205 james.price@atmosenergy.com

JENNIFER G. RIES, VICE PRESIDENT, RATES AND REGULATORY AFFAIRS-COLORADO/KANSAS ATMOS ENERGY CORPORATION 1555 BLAKE ST STE 400 DENVER, CO 80202 jennifer.ries@atmosenergy.com

PATRICK JOYCE, SR MANAGING COUNSEL BLACK HILLS/KANSAS GAS UTILITY COMPANY, LLC D/B/A BLACK HILLS ENERGY 1102 EAST 1ST ST PAPILLION, NE 68046 patrick.joyce@blackhillscorp.com

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

DELLA SMITH
CITIZENS' UTILITY RATEPAYER BOARD
1500 SW ARROWHEAD RD
TOPEKA, KS 66604
d.smith@CURB.KANSAS.GOV

SUSAN B. CUNNINGHAM, ATTORNEY DENTONS US LLP 7028 SW 69TH ST AUBURN, KS 66402-9421 susan.cunningham@dentons.com ANGELA CLOVEN
EMPIRE DISTRICT ELECTRIC COMPANY
PO BOX 127
602 S JOPLIN AVENUE
JOPLIN, MO 64802-0127
acloven@empiredistrict.com

ROBERT J. HACK, LEAD REGULATORY COUNSEL KANSAS CITY POWER & LIGHT COMPANY ONE KANSAS CITY PL, 1200 MAIN ST 19th FLOOR (64105) PO BOX 418679 KANSAS CITY, MO 64141-9679 ROB.HACK@KCPL.COM

MARY TURNER, DIRECTOR, REGULATORY
AFFAIR
KANSAS CITY POWER & LIGHT COMPANY
ONE KANSAS CITY PL, 1200 MAIN ST 19th
FLOOR (64105)
PO BOX 418679
KANSAS CITY, MO 64141-9679
MARY.TURNER@KCPL.COM
DUSTIN KIRK, DEPUTY GENERAL COUNSEL
KANSAS CORPORATION COMMISSION
1500 SW ARROWHEAD RD
TOPEKA, KS 66604-4027
d.kirk@kcc.ks.gov

LESLIE J. KAUFMAN
DIRECTOR OF GOVERNMENT RELATIONS &
LEGAL COUNSEL
KANSAS ELECTRIC COOPERATIVES, INC.
7332 SW 21ST STREET
PO BOX 4267
TOPEKA, KS 66604-0267
lkaufman@kec.org

DOUGLAS SHEPHERD, VP, MANAGEMENT CONSULTING SERVICES KANSAS ELECTRIC COOPERATIVES, INC. 7332 SW 21ST STREET PO BOX 4267 TOPEKA, KS 66604-0267 dshepherd@kec.org

DAVID N. DITTEMORE, MANAGER OF RATES & ANALYSIS
KANSAS GAS SERVICE, A DIVISION OF ONE
GAS, INC.
7421 W 129TH ST
OVERLAND PARK, KS 66213-2713
david.dittemore@onegas.com

W. SCOTT KEITH, DIRECTOR OF PLANNING AND REGULATORY EMPIRE DISTRICT ELECTRIC COMPANY 602 S JOPLIN AVE (64801) PO BOX 127 JOPLIN, MO 64802 skeith@empiredistrict.com

ROGER W. STEINER, CORPORATE COUNSEL KANSAS CITY POWER & LIGHT COMPANY ONE KANSAS CITY PL, 1200 MAIN ST 19th FLOOR (64105) PO BOX 418679 KANSAS CITY, MO 64141-9679 roger.steiner@kcpl.com

NICOLE A. WEHRY, SENIOR PARALEGAL KANSAS CITY POWER & LIGHT COMPANY ONE KANSAS CITY PL, 1200 MAIN ST 19th FLOOR (64105) PO BOX 418679 KANSAS CITY, MO 64141-9679 NICOLE.WEHRY@KCPL.COM

ROBERT VINCENT, LITIGATION COUNSEL KANSAS CORPORATION COMMISSION 1500 SW ARROWHEAD RD TOPEKA, KS 66604-4027 r.vincent@kcc.ks.gov

BRUCE GRAHAM, CHIEF EXECUTIVE OFFICER KANSAS ELECTRIC COOPERATIVES, INC. 7332 SW 21ST STREET PO BOX 4267 TOPEKA, KS 66604-0267 bgraham@kec.org

JUDY JENKINS, MANAGING ATTORNEY KANSAS GAS SERVICE, A DIVISION OF ONE GAS, INC. 7421 W 129TH ST OVERLAND PARK, KS 66213-2713 judy.jenkins@onegas.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.COM CINDY S. WILSON, DIRECTOR, RETAIL RATES WESTAR ENERGY, INC.
818 S KANSAS AVE
PO BOX 889
TOPEKA, KS 66601-0889
cindy.s.wilson@westarenergy.com

<u> Lindsay A. Campbell</u>

Lindsay A. Campbell