BEFORE THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

In the Matter of the Application of The Empire District)Electric Company for Approval to Make Certain Changes)in their Charges for Electric Services.)

STAFF DIRECT TESTIMONY

PREPARED BY

TIM W. STRINGER

UTILITIES DIVISION

KANSAS CORPORATION COMMISSION

May 13, 2019

1 STATEMENT OF QUALIFICATIONS

2	Q.	Would you please state your name and business address?
3	А.	My name is Tim W. Stringer. My business address is 1500 Southwest Arrowhead Road,
4		Topeka Kansas, 66604.
5	Q.	By whom and in what capacity are you employed?
6	A.	I am employed by the Kansas Corporation Commission (Commission) as an Energy
7		Engineer.
8	Q.	Please state your educational and employment background.
9	А.	I received an Associate's Degree from Neosho County Community College; a Bachelor
10		of Science Degree in Electrical Engineering from Wichita State University, Wichita,
11		Kansas; and a Master of Science in Management from Friends University, Wichita,
12		Kansas. I worked as an electrical engineer and Training Department Manager with
13		Westar in Wichita and Topeka for 18 years and, for the past 21 years prior to joining the
14		Staff at the Kansas Corporation Commission, have worked as an electrical engineer for
15		Black and Veatch, Kansas City, Missouri; AECOM/URS, Overland Park, Kansas; and
16		Kiewit, Lenexa, Kansas.
17	Q.	Do you have experience in roadway lighting and area lighting design?
18	А.	Yes. At Westar, I was the responsible engineer in charge of generating High Pressure
19		Sodium (HPS) street light design and construction standards when the conversion was
20		made from Mercury Vapor (MV) to HPS. In subsequent engineering positions, I
21		designed high mast lighting and security cameras for a railroad intermodal station in
22		Laredo, Texas; Light Emitting Diode (LED) and HPS roadway lighting at coal generating
23		stations; and interior and exterior architectural lighting.

SUMMARY OF TESTIMONY 1

2	Q.	What is the purpose of your testimony?
3	А.	My testimony looks at the installation and maintenance costs associated with the new
4		LED streetlights throughout the life of the fixtures. I also look at the current cost to
5		install and maintain MV and HPS streetlights for the purpose of determining whether
6		Empire's LED conversion project should be approved. Staff witness Dr. Lana Ellis
7		discusses the methodology that Staff used to calculate the streetlight tariff amounts.
8		
9	BAC	KGROUND REGARDING TARIFF MODIFICATION
10	Q.	Which Empire witness sponsored the proposed tariff changes?
11	A.	Empire witness Jeffrey Westfall sponsored the proposed streetlight tariff modifications as
12		shown in Section 18 of the Application.
13	Q.	Is Empire proposing to replace all MV and HPS streetlights with LED streetlights?
14	А.	No, Mr. Westfall's Direct Testimony indicates Empire is proposing only to replace all
15		(approximately 1,000) MV streetlights within its Kansas jurisdiction with LED
16		streetlights. ¹
17	Q.	What are the advantages of using LED streetlights to replace the MV streetlights
18		according to Empire?
19	A.	Mr. Westfall states in his Direct Testimony, "LED Municipal Street Lights will be more
20		energy efficient than Mercury-Vapor lights and will have reduced maintenance costs and
21		a longer life." ²

¹ Direct Testimony of Jeffrey L. Westfall, p. 8, ln 1. ² Direct Testimony of Jeffrey L. Westfall, p. 9, lns. 18-19.

1	Q.	Does Staff agree with Mr. Westfall's statement?
2	А.	Yes. Based on manufacturers' current LED fixture data, the life of the LED streetlight is
3		approximately 20-years. ³ Once installed, there should be no additional maintenance
4		required for the life of the streetlight.
5	Q.	How does the life of the MV and HPS streetlights compare with LED streetlights?
6	А.	The MV and HPS streetlight fixtures have a 20-year expected life as well. However, the
7		MV and HPS lamp and photo control (device that turns the streetlight off and on) have a
8		life expectancy of four years and the HPS starter has a life expectance of eight years.
9		Therefore, the MV and HPS streetlights require a certain degree of maintenance every
10		four years throughout their service life.
11	Q.	Does the life expectancy of MV and HPS streetlight components affect the
12		installation costs?
13	А.	No, however, there are maintenance costs associated with MV and HPS streetlights
14		projected every four years throughout their life. Staff calculated the present value of the
15		maintenance costs over each streetlight's 20-year life as shown in Table 1 NPV
16		Maintenance Cost and Fuel Costs over the streetlight's 20-year life shown in Table 2
17		NPV Fuel Costs below.

18

Table 1 NPV Maintenance Cost

Status Quo)	HPS Alternative		LED Alternative	
175W MV	\$276	70W HPS	\$345	N/A	
200W MV \$280		150W HPS	\$320	150W Equivalent LED (ATB0)	-
400W MV	\$383	250W HPS	\$314	250W Equivalent LED (ATB2)	-
1000W MV \$320		400W HPS	\$342	400W Equivalent LED	-
		1000W HPS	\$389		

³ Direct Testimony of Jeffrey L. Westfall, p. 9, lns. 18-19.

Status Quo		HPS Alternative		LED Alternative		
175W MV	\$197	70W HPS	\$80	N/A		
200W MV	\$273	150W HPS	\$184	150W Equivalent LED (ATB0)	\$88.89	
400W MV	\$435	250W HPS	\$285	250W Equivalent LED (ATB2)	\$138.10	
1000W MV	\$1,036	400W HPS	\$425	400W Equivalent LED	\$201.40	
		1000W HPS	\$1,063			

 Table 2 NPV Fuel Costs

2

1

Q. How does the Annual kWh of each type of streetlight compare with equivalent Watt 3 LEDs? 4 A. Table A-1, Appendix A shows the nominal Wattage (kW) and annual kiloWatt hour 5 (kWh) of each type and size of streetlight identified in the tariff. Actual numbers vary by 6 manufacturer. Shown in Table A-2, Appendix A are the Staff calculated energy savings 7 8 by using the LED streetlights instead of the MV streetlights. Those savings show a 52%to 81% reduction in kWhs using the LED streetlights. 9 Q. Why is the term "Equivalent Watt" used to describe LEDs? 10 A. Historically, lights are rated by the amount of electricity they consume as measured in 11 Watts. This method of identifying lights by the wattage continued through MV, HPS, 12 and Metal Halide street lights. With the advent of LEDs, the wattage consumed for the 13 same amount of lumens produced is substantially less than other streetlights. In the case 14 of MV, for example, a 175W fixture produces the equivalent amount of light as a 92W 15 LED. Thus, industry uses the term "Equivalent Watt" for LED lights in order for 16 individuals to readily compare LED streetlights with MV and HPS. 17 Q. How do the installation costs vary from MV and HPS street lights to LED 18 19 streetlights?

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1	А.	The initial installation cost of the MV and HPS fixtures range from 24% to 66% less than
2		the initial installation cost of the LED fixture. As a side note, new MV streetlights are
3		becoming more difficult to purchase and some HPS manufacturers are reporting that they
4		are uncertain as to how much longer they will manufacture HPS streetlights.
5	Q.	If the initial installation cost is much higher for LED streetlights, where do the
6		savings come from?
7	А.	The savings come from no maintenance being required for the LED streetlights and the
8		reduction of annual kWhs for each LED in lieu of MV streetlights.
9	Q.	Did Staff analyze the net effect of the offsetting cost over the 20-year service life?
10	A.	Yes, Staff calculated the Net Present Value (NPV) of the installation, maintenance, and
11		energy costs over the 20-year life of all the streetlights which indicates the LEDs are the
12		least cost streetlight option as shown in Table 3 NPV Total Cost with Fuel below.
13		Table 3 NPV Total Cost with Fuel

	Stay with MV			Install H	PS	Install LED Equivalents			
	То	tal Cost MV	\$2,117,124	Total Cost HPS	\$2,388,796	Total Cost LED	\$2,098,419		
14									
15	Q.	Is the NPV	analysis the	basis for Staff's r	ecommendat	ion?			
16	A.	Yes. The NPV allows the future anticipated costs for each streetlight to be reflected back							
17		to the present. Comparing the NPV of the total cost of all Kansas streetlights shows LED							
18	equivalent streetlights to be least expensive and the preferred streetlight.								
19	Q.	How would you describe the difference between Empire's approach to estimating							
20		LED costs	and your ap	proach?					

A. I would describe Empire's approach as a top-down estimation of LED costs, while my approach was more of a bottom-up approach. Empire started with the assumption that

1		existing HPS rates are cost-based and then used Empire's filed Class Cost of Service
2		(CCOS) to allocate the costs between fixed and variable costs. Next, Empire
3		incorporated the Missouri Pilot Study estimate of the LED reduction in fixed and variable
4		costs. Finally, Empire combined the fixed and variable cost allocations from the CCOS
5		with the Pilot Study estimates of LED costs to develop Kansas estimates of LED fixed
6		and variable costs.
7		Conversely, I investigated the costs of particular aspects of the LED transition and
8		combined my results with Empire's cost estimates of other aspects to arrive at an LED
9		cost estimate for Kansas. While I believe that a bottom-up cost based estimate more
10		accurately reflects the actual costs, the results of the two approaches are very similar.
11	<u>CON</u>	CLUSION
12	Q.	What are your conclusions?
13	А.	The initial cost of LEDs is more expensive than MV or HPS, but because of the savings
14		from the lack of maintenance and reduction in annual kWhs, LED streetlights are more
15		cost effective than MV or HPS and are the preferred type of street lighting. For these
16		reasons, Empire's LED Conversion Project is prudent and, therefore, I recommend
17		Commission approval of the Project. The actual proposed tariff for each streetlight will
18		be addressed in testimony by Staff witness Dr. Lana Ellis.
19	Q.	Does this conclude your testimony?
20	А.	Yes.

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Appendix A

Direct Testimony of Tim W. Stringer Docket No. 19-EPDE-223-RTS

Streetlight Size and Type	Inpu	t kW	Annual kWh*		
175W MV	0.205	kW	841	kWh	
200W MV	0.285	kW	1,169	kWh	
400W MV	0.454	kW	1,861	kWh	
1000W MV	1.080	kW	4,428	kWh	
70W HPS	0.084	kW	343	kWh	
150W HPS	0.191	kW	785	kWh	
250W HPS	0.297	kW	1,218	kWh	
400W HPS	0.443	kW	1,817	kWh	
1000W HPS	1.108	kW	4,544	kWh	
150W Equivalent LED (ATB0)	0.093	kW	380	kWh	
250W Equivalent LED (ATB2)	0.144	kW	590	kWh	
400W Equivalent LED	0.210	kW	861	kWh	

Table A-1. Input kW and Annual kWh grouped by Type

• Annual kWh = Input kW x 4100 hours (annual lamp burning time)

Streetlight Size and Type	Input k	٧W	Annual	kWh		
175W MV	0.205	kW	841	kWh	54.79%	Annual kWh decrease from 175W MV to 150W Equivalent LED
200W MV	0.285	kW	1,169	kWh	67.48%	Annual kWh decrease from 200W MV to 150W Equivalent LED
150W HPS	0.191	kW	785	kWh	51.59%	Annual kwh decrease from 150W HPS to 150W Equivalent LED
150W LED Equivalent (ATB0)	0.093	kW	380	kWh	NA	
400W MV	0.454	kW	1,861	kWh	68.28%	Annual kwh decrease from 200W MV to 250W Equivalent LED
250W HPS	0.297	kW	1,218	kWh	51.52%	Annual kwh decrease from 250W HPS to 250W Equivalent LED
250W LED Equivalent (ATB2)	0.144	kW	590	kWh	NA	
1000W MV	1.080	kW	4,428	kWh	80.56%	Annual kwh decrease from 400W MV to 400W Equivalent LED
400W HPS	0.443	kW	1,817	kWh	52.61%	Annual kwh decrease from 400W HPS to 400W Equivalent LED
400W LED Equivalent (ATBX)	0.210	kW	861	kWh	NA	

Table A-2. kW and kWh Comparison of LED Equivalent Fixtures to MV and HPS Fixtures

STATE OF KANSAS COUNTY OF SHAWNEE

) ss.)

VERIFICATION

Tim Stringer, being duly sworn upon his oath deposes and states that he is a Utility Engineer in the Utilities Division of the Kansas Corporation Commission of the State of Kansas, that he has read and is familiar with the foregoing Direct Testimony, and attests that the statements contained therein are true and correct to the best of his knowledge, information and belief.

» Stringer Tim Stringer

Utility Engineer Kansas Corporation Commission of the State of Kansas

Subscribed and sworn to before me this 13^{+1} day of May, 2019.

VICKI D. JACOBSEN Notary Public - State of Kansas My Appt. Expires 6-30-22

Vice D. Jacobson Notary Public

My Appointment Expires: 6-30-22

CERTIFICATE OF SERVICE

19-EPDE-223-RTS

I, the undersigned, certify that a true and correct copy of the above and foregoing Direct Testimony was served via electronic service this 13th day of May, 2019, to the following:

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CERTIFICATE OF SERVICE

19-EPDE-223-RTS

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/s/ Vicki Jacobsen

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