

**NOTICE OF PUBLIC HEARING
ON
PROPOSED
ELECTRIC AND WATER REVENUE CHANGES
AND ELECTRIC RATE CHANGES**

**BOARD OF PUBLIC UTILITIES
OF THE UNIFIED GOVERNMENT OF
WYANDOTTE COUNTY/KANSAS CITY, KANSAS**

On June 14, 2023, at 7 p.m., a Public Hearing will commence at the Board of Public Utilities in the Board Room of its 540 Minnesota Avenue, Kansas City, Kansas location to present to the Board of Directors (the “Governing Body”) of the Board of Public Utilities and to Utility customers, the BPU staff’s proposed changes and revisions to the BPU’s Water and Electric Rates. Public comments concerning this proposal may be heard during the Public Hearing on June 14, 2023. The Public Hearing will continue commencing at 9:00 a.m. on June 15, 2023, at the same location, and public comments concerning this proposal may also be heard during the Public Hearing on June 15, 2023. Testimony on the technical aspects will follow the conclusion of the Public Hearing commenced at 9:00 a.m. on June 15, 2023, and will continue until concluded.

See the BPU website for virtual meeting access information.

The Governing Body will not make a decision on the proposed electric and water revenue changes until after the conclusion of the public hearing described in this Notice.

Financial data, supporting documents and analysis in possession of the BPU which substantiate the reasonableness of the proposed revenue revisions are available in the office of the Director of Accounting at the Board of Public Utilities, 540 Minnesota Avenue, Kansas City, Kansas 66101, (913) 573-9165.

BPU staff proposes the electric and water revenue revisions to (i) maintain financial integrity of water and electric operations in accordance with the BPU’s policy and requirements of the Trust Indenture of the outstanding Bond issues and (ii) make certain other rate schedule adjustments indicated to be needed by the associated revenue and cost of service studies and other analyses which are underway in support of the proposed changes.

ELECTRIC

The BPU staff proposes modifications to the electric base rates which will increase electric operating revenues from base rates over two years from revenues received under current base rates. The BPU staff proposes to increase electric operating base rate revenues, on an annualized basis for each 12 month period beginning July 1 of each year commencing July 1, 2023, approximately 2.5% in 2023 and approximately 2.5% in 2024. The changes individual customers will experience may vary from the proposed annual increases, depending on the rates ultimately adopted to achieve the proposed total revenue increase.

The methods used in the electric analyses are in accordance with the industry accepted methods of allocating costs as kept in conformity with the Federal Energy Regulatory Commission's uniform system of accounts.

WATER

The BPU staff proposes modifications to the water rates which will increase water operating revenues over three years from revenues received under current rates. The BPU staff proposes to increase water operating revenues, on an annualized basis for each 12 month period beginning July 1 of each year commencing July 1, 2023, approximately 6.0% in 2023, approximately 6.0% in 2024 and approximately 6.0% in 2025. The changes individual customers will experience may vary from the proposed annual increases, depending on the rates ultimately adopted to achieve the proposed total revenue increase.

The methods used in the water analyses are in accordance with the industry accepted methods of allocating costs.

ELECTRIC RATE CHANGES

The BPU staff proposes additional changes to the Rate Application Manual relating to electric rates. The proposed changes include, but are not limited to, the following:

- Merging of the standard Residential and Residential Electric Heat classes into one residential class that reflects the rate design of the current residential electric heating rate.
- Continuing the trend of increasing the Customer Charge to reflect cost of service and recovery of more fixed costs through fixed charges.
- Modifying the Energy Rate Component (ERC) Rider to allow for additional recovery over costs to build and maintain an ERC Reserve Fund.
- Creating a new Green Rider for large Commercial and Industrial customers that want to procure energy with renewable attributes.
- Other language changes within the Rate Manual to align the language with current BPU practice.

INTERVENTION

Any affected Utility customer wishing to intervene, appear at the public hearing, present testimony of witnesses under oath, conduct cross examination of employees and representatives of the BPU, present oral arguments and file written briefs in support of said customer's position must file a petition for intervention pursuant to the Rules of Procedure for Rate Increase Hearing at least forty-five (45) days prior to the scheduled hearing date and file and serve exhibits, list of witnesses, and summaries of testimony and evidence at least thirty (30) days prior to the scheduled hearing date.

For information regarding this hearing, contact:

NAME: Randy Otting
TITLE: Director of Accounting
ADDRESS: 540 Minnesota Avenue, Kansas City, Kansas 66101
PHONE: (913) 573-9165
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Please notify the Board of Public Utilities of any accommodation you may require, at (913) 573-9173.