

Standard Missouri Economic Development Rider Criteria

Purpose

Encourage industrial and commercial business development in Missouri and retain existing load where possible.

Incentive Value

The EDR provides a **standard** discount over five (5) years equating to nearly one free year's worth of electricity: 30% discount year 1, 25% year 2, 20% year 3, 15% year 4 and 10% year 5.

Eligibility Criteria

- The EDR is available only in conjunction with local, regional and state economic development activities where an incentive has been offered and accepted by the customer to locate a new facility, expand existing facilities, or retain existing facilities in the Evergy Missouri Service Territory.
 - A new facility is defined as a customer's facility that has not received electric service in Evergy's combined service area within the last twelve (12) months.
 - If the project is an expansion of existing facilities, only the new/incremental electric load is eligible to receive the EDR.
 - Retention is defined as situations where exit from Evergy's service territory in Missouri is imminent.
- The annual load factor for the new or additional facility is reasonably projected to equal or exceed 55% within two years of receiving the EDR. The load factor must be maintained at or above 55% in years three through five. If the load factor criterion is not met, Evergy may consider the following factors when determining qualification:
 - The minimum number of new permanent full-time jobs is 100
 - Capital investment of \$5,000,000 or greater
 - Additional Off-Peak Usage
- The peak demand is reasonably projected to be at least two hundred (200) kW within two years and maintained at least 200 KW in years three (3) through five (5).
- New/expanded load must be separately metered unless determined infeasible by Evergy.
- Applicable base rates: MGS, LGS, LPS
- Revenues received from a Customer must be greater than the applicable incremental cost to provide electric service as determined by Evergy.
- Limited to industrial or commercial facilities whose product or service is not primarily sold directly to the local retail market.
- EDR is not available in conjunction with any other special contract arrangements with Evergy.

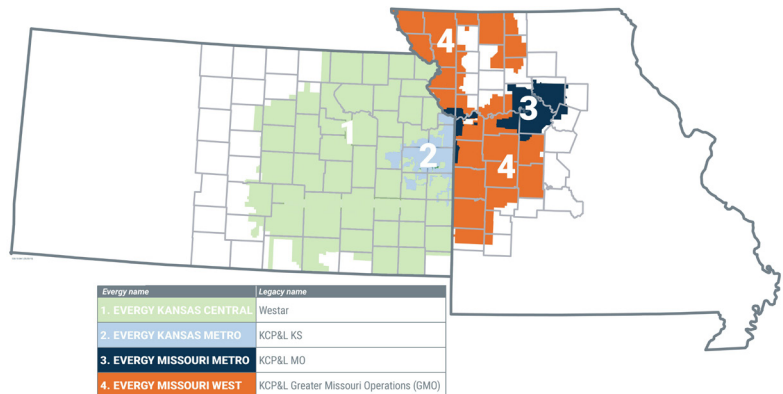
- A completed EDR application must be returned to Evergy prior to a project announcement.
- The customer is responsible for notifying Evergy Economic Development to commence the EDR discounts.

Beneficial Location of Facilities

If the Company determines that loads under this Rider utilize existing infrastructure in a manner which is beneficial to the local electrical service delivery system, an additional incentive of up to 10% reduction during the 6th year can be applied to the pre-tax charges associated with the Customer's rate schedule. The provision does not apply for the retention of Customers.

Qualifying customers may request a **customized** discount schedule. A discount schedule must include a discount in each of the five years, may not exceed 30% in a single year or no less than 5% and must total 100% over the term of the contract.

An estimated initial starting date for the EDR needs to be stated on the application. However, the customer has six (6) months from the date the permanent meter is installed to commence the EDR discounts. This provides the customer time to fully establish their operations prior to the EDR taking effect.



EDR discount over FIVE years

30% YEAR 1

25% YEAR 2

20% YEAR 3

15% YEAR 4

10% YEAR 5

