THE EMPIRE DISTRICT ELECTRIC COMPANY

P.S.C. Mo. No. 5 Sec. 4 Original Sheet No. 8d

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For ALL TERRITORY

PROMOTIONAL PRACTICES
SCHEDULE PRO

G. Low-Income New Home Program

APPLICATION:

The Low-Income New Home Program (Program) is designed to promote energy efficiency in affordable new homes for low income customers served under The Empire District Electric Company's ("Company") Residential Service Schedule RS. This Program is intended as a partnership between the Company and non-profit organizations, including Habitat for Humanity, and local government community development organizations (Organizations). The Company's participation in such financial incentives is limited to the funds allocated for that purpose and approved by the Customer Program Collaborative (CPC) pursuant to the Stipulation and Agreement approved by the Missouri Public Service Commission (Commission) in Case No. EO-2005-0263.

ADMINISTRATION:

The Company will administer the program, but will rely on the Oganization submitting the application to qualify the home-buyer as low-income according to local standards.

TERMS & CONDITIONS:

1. The Program will provide financial incentives for increased energy efficiency in the building shell insulation and for high-efficiency central air conditioners (CAC), heat pumps (HP), refrigerators, and lighting fixtures. This Program is specifically directed toward the low-income community. The Program applies to single unit residences and multi-unit housing, which for the first program year will be limited to duplex units.

2. The total available incentive per residential unit is $1,100 with an assumed average of $500. This incentive may be a combination of any of the following:
    a. The financial incentive for the CAC or HP with a SEER of 14 or greater will be set at the full incremental cost for the unit, up to a maximum of $400. The incremental cost is based on a 13 SEER unit. The HP incentive will be the same as an incentive for a CAC with the equivalent SEER.
    b. Up to $200 may be allocated toward the purchase of, or the upgrade to, a higher efficiency model of an Energy Star® rated refrigerator.
    c. Up to $100 may be allocated toward the purchase of Energy Star® rated lighting fixtures.
    d. Of the total funds allocated, an incentive of full incremental cost is available for improvements in the building shell as shown below.
        i. Attic insulation of R-38 or higher with baseline of R-30 for incentives, and/or
        ii. Exterior wall insulation of R-19 or better with a baseline of R-13, and/or
        iii. Floor insulation of R-19 or better with a baseline of R-13.

3. Funds will be available on a "first-come, first-served" basis until the annual funds have been exhausted. Funding to the Organization will occur upon the receipt and review of paid invoices. An Organization must notify the Company of its intent to participate in this program prior to purchasing materials by completing the Notice of Intent and returning it as indicated on the form. This form may be obtained by calling 417-625-6519 or 1-800-639-0077 extension 6519.

4. This Program will continue for five years, unless otherwise ordered by the Commission. The first Program Year will begin with the original effective date of this tariff sheet.

EVALUATION:

A process evaluation could be conducted at the beginning of the third year of implementation at a cost of an additional 10% of the third year expenditures, i.e. $1,050.

PROGRAM FUNDING:

Annual funds of $5,000 will be available to the Organizations for this Program. To the extent that the annual funds contributed exceed the total cost expended on the program, the amount of the excess shall be "rolled over" to be utilized for the Low-Income New Home Program in the succeeding year. Any unused Marketing funds may be redirected for use as Financial Incentives as provided above in the Terms & Conditions. Any exess funds at the end of the program will be re-allocated to other programs by the CPC.

Annual funds for this program are as follows:

Program Year	Program Management	Marketing	Financial Incentives	Evaluation	Total
1	$2,500	$5,000	$5,000		$12,500
2	$2,500	$2,500	$5,000		$10,000
3	$3,000	$2,500	$5,000	$1,050	$11,550
4	$3,000	$2,500	$5,000		$10,500
5	$3,000	$2,500	$5,000		$10,500

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ISSUED BY Kelly S. Walters, Vice President, Joplin, MO