Exhibit No.: Issues: LED Street Lighting Witness: Hojong Kang Sponsoring Party: MO PSC Staff Type of Exhibit: Rebuttal Testimony Case No.: ER-2012-0345 Date Testimony Prepared: January 16, 2013

MISSOURI PUBLIC SERVICE COMMISSION

REGULATORY REVIEW DIVISION

REBUTTAL TESTIMONY

OF

HOJONG KANG

THE EMPIRE DISTRICT ELECTRIC COMPANY

CASE NO. ER-2012-0345

Jefferson City, Missouri January 2013

BEFORE THE PUBLIC SERVICE COMMISSION

OF THE STATE OF MISSOURI

In the Matter of The Empire District) Electric Company of Joplin, Missouri) Tariffs Increasing Rates for Electric) Service Provided to Customers in the) Missouri Service Area of the Company)

Case No. ER-2012-0345

AFFIDAVIT OF HOJONG KANG

STATE OF MISSOURI)) ss COUNTY OF COLE)

Hojong Kang, of lawful age, on his oath states: that he has participated in the preparation of the following Rebuttal Testimony in question and answer form, consisting of 3 pages of Rebuttal Testimony to be presented in the above case, that the answers in the following Rebuttal Testimony were given by him; that he has knowledge of the matters set forth in such answers; and that such matters are true to the best of his knowledge and belief.

Hojong Kang

Subscribed and sworn to before me this 15^{+1} day of January, 2013.

SUSAN L. SUNDERMEYER Notary Public - Notary Seal State of Missouri Commissioned for Callaway County My Commission Expires: October 03, 2014 Commission Number: 10942086

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Notary Public

1		REBUTTAL TESTIMONY
2 3	OF	
4 5		HOJONG KANG
6 7		THE EMPIRE DISTRICT ELECTRIC COMPANY
8 9		CASE NO. ER-2012-0345
10 11	Q.	Please state your name and business address.
12	А.	My name is Hojong Kang, and my business address is Missouri Public Service
13	Commission, P. O. Box 360, Jefferson City, Missouri 65102.	
14	Q.	What is your present position at the Missouri Public Service Commission?
15	А.	I am a Regulatory Economist in the Energy Rate Design and Tariffs Unit of the
16	Regulatory Review Division.	
17	Q.	Are you the same Hojong Kang that contributed to Staff's Revenue
18	Requirement Cost-of-Service Report ("COS") filed on November 30, 2012?	
19	A.	Yes, I am.
20	Q.	Would you please summarize the purpose of your rebuttal testimony?
21	А.	I provide clarification to my testimony in the COS concerning Light Emitting
22	Diode ("LED") street and area ("SAL") lighting.	
23	Q.	Does this rebuttal testimony correct anything in your COS testimony?
24	А.	No. My testimony in the COS is factually correct.
25	Q.	What clarification would you like to make?
26	А.	On July 6, 2012, the Company's witness, Martin O. Penning, filed direct
27	testimony in this case in which Mr. Penning provided an update on Empire's LED pilot study	
28	and discussed plans for possibly filing future tariff sheets. However, Mr. Penning's update	

Rebuttal Testimony of Hojong Kang

1 was filed twenty-one (21) days late, since paragraph 10 of the *Global Agreement* in Case No. 2 ER-2011-0004 required that Empire file an update on an LED pilot study and plans for filing 3 future tariff sheets by June 15, 2012 – one year from the effective date of rates as a result of 4 Case No. ER-2011-0004.

5 Q. How does Empire propose to proceed with an LED pilot study and file LED 6 lighting tariff sheets?

7 Empire will continue to have frequent conversations with Kansas City Power A. 8 & Light ("KCPL") concerning its LED lighting program and will continue to meet with the 9 Staff of the Commission on this issue. KCPL is participating in a LED pilot program with the 10 Mid-America Regional Council ("MARC"), participating communities, and joint partners 11 KCP&L Greater Missouri Operations Company, Westar Energy, Inc., and Platte-Clay Electric 12 Cooperative to review and evaluate the costs and benefits of the LED SAL systems. A final evaluation report for this pilot program is not expected until late 2013.¹ Empire will continue 13 14 to monitor KCPL's LED pilot program instead of implementing a small Empire LED pilot 15 program.

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Q. Does Staff have a recommendation for the Commission regarding Empire's response to the Commission's Order regarding LED street lighting?

18 A. Staff recommends that the Commission's Report and Order in this case order 19 Empire to complete its own evaluation of LED SAL systems and file either a proposed LED 20 lighting tariff sheet(s), or an update to the Commission on when it will file a proposed LED 21 lighting tariff sheet(s) with or without completion of its own independent pilot program of

¹ KCPL P.S.C. MO. No. 7, Sheet Nos. 48, 49 and 50.

Rebuttal Testimony of Hojong Kang

1 LED SAL systems,² no later than twelve (12) months following the Commission's Report and

2 Order.

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- Q. Does this conclude your rebuttal testimony?
- A. Yes, it does.

² Currently, there is some accessible information from other municipalities or utilities. Also, one can access information from various Department of Energy (DOE) websites at <u>http://www1.eere.energy.gov/buildings/ssl/resources.html</u>