

STATE OF MISSOURI, PUBLIC SERVICE COMMISSION

P.S.C. MO. No. 1 1st ~~Original~~ Revised Sheet No. 138.6
Canceling P.S.C. MO. No. 1 Original Sheet No. 138.6
KCP&L Greater Missouri Operations Company For Territories Served as L&P and MPS
KANSAS CITY, MO

DEMAND SIDE INVESTMENT MECHANISM RIDER
Schedule DSIM (Continued)

Earnings Opportunity Adjustments

The Earnings Opportunity shall be adjusted for the difference between the TD\$ billed and what the TD\$ billed would have been if:

- (1) The ME used in the calculation were the normalized savings for each measure at customer meter per measure determined through EM&V ex-post gross analysis for each program year, and,
- (2) The NTGF used in the calculation was the net-to-gross values determined through EM&V, except that if the NTG value determined through EM&V is less than 0.80, the recalculation shall use 0.80 and if the NTG value determined through EM&V is greater than 1.0, the recalculation shall use 1.0.
- (3) If the above adjustments are greater than the otherwise applicable Earnings Opportunity, these adjustments shall be limited to the value of the otherwise applicable Earnings Opportunity.
- (4) If the above adjustments plus the otherwise applicable Earnings Opportunity, are greater than \$20M, these adjustments shall be limited to the difference between the otherwise applicable Earnings Opportunity and \$20M.

Other DSIM Provisions

COMPANY shall file an update to NMR rates by month by class contemporaneous with filing any compliance tariff sheets in any general rate case reflecting the rates set in that case, and the billing determinants used in setting rates in that case.

Annual kWh savings per measure will be updated prospectively in KCP&L/GMO's TRM no later than 24 months after the commencement of the Plan based on EM&V ex-post gross adjustments determined for Year 1.

KCP&L/GMO shall each file a general rate case at some point before the end of year 5 of the Cycle 2 period to address the TD through the rebasing of revenues used to establish base rates, and if KCP&L/GMO fails to do so, the accrual and collection of the TD terminates beginning in year 6 of the Cycle 2 period. The Signatories agree that the filing of a rate case by each company utilizing an update or true-up period that ends between 30 months and 60 months after the effective date of the tariffs implementing MEEIA Cycle 2 satisfies this requirement.

FILING:

After the initial DSIM Rider rate adjustment filing, the Company shall make a DSIM Rider rate adjustment filing to take effect each August and February under the Term of this MEEIA Rider. DSIM Rider rate adjustment filings shall be made at least sixty (60) days prior to their effective dates.

PRUDENCE REVIEWS:

A prudence review shall be conducted no less frequently than at twenty-four (24) month intervals in accordance with 4 CSR 240-20.093(10). Any costs, which are determined by the Commission to have been imprudently incurred or incurred in violation of the terms of this DSIM Rider, shall be returned to customers through an adjustment in the next DSIM Rider rate adjustment filing and reflected in factor OA above.

STATE OF MISSOURI, PUBLIC SERVICE COMMISSION

P.S.C. MO. No. 1 1st ~~Original-Revised~~ Sheet No. 138.7
 Canceling P.S.C. MO. No. 1 Original Sheet No. 138.7
 KCP&L Greater Missouri Operations Company For Territories Served as L&P and MPS
 KANSAS CITY, MO

DEMAND SIDE INVESTMENT MECHANISM RIDER
 Schedule DSIM (Continued)

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Discontinuing the DSIM:

The Company reserves the right to discontinue the entire MEEIA Cycle 2 portfolio, if the Company determines that implementation of such programs is no longer reasonable due to changed factors or circumstances that have materially and negatively impacted the economic viability of such programs as determined by the Company, upon no less than thirty days' notice to the Commission. As a result of these changes, the Company may file to discontinue this DSIM. Similar to Program discontinuance, the Company would file a notice indicating that it is discontinuing the DSIM Rider. This notice would include a methodology for recovery of any unrecovered Program Costs and TD.

DEMAND SIDE INVESTMENT MECHANISM CHARGE:

Effective ~~immediately following upon~~ Commission approval in Case No. EO-2015-0241 of MEEIA Cycle 2 Filing.

~~Because the current identified DSIM charge for Cycle 1 is reflected in the base tariff amount and the Company wishes to reflect only one DSIM charge on the customer bill, the overall DSIM rate on this tariff sheet includes an offset equal to the rate in base rate* as follows:~~

Current DSIM Components and Total DSIM

Rate Schedule	NPC/PE (\$/kWh)	NTD/PE (\$/kWh)	NEO/PE (\$/kWh)	NOA/PE (\$/kWh)	Total DSIM Charge*
Residential Service	\$0.00089137 R	\$0.00004274	\$0.00000	\$0.00000	\$(0.00218)1642
Non- Residential Service	\$0.00334545 4	\$0.0000645	\$0.00000	\$0.00000	\$0.0013859089

Reconciliation of Base DSIM and DSIM Charge

Rate Schedule	Base DSIM* (\$/kWh)	Adjustment (\$/kWh)	DSIM Charge* (\$/kWh)
<u>Residential Service</u>	<u>\$0.00311</u>	<u>\$(0.001479)</u>	<u>\$0.001642</u>
<u>Non- Residential Service</u>	<u>\$0.00202</u>	<u>\$0.003887</u>	<u>\$0.0059089</u>

*It is the intent of the Company to remove the Base DSIM Charge(\$/kWh) from ~~the~~ base tariffs in the Company's next rate case. At such time as the Base DSIM Charge(\$kWh) in base rates is removed ~~or modified~~, the DSIM Charge (\$/kWh) shall continue under this tariff and the rate shall be as identified above.

- DSIM Charge (\$/kWh) per Case No. EO-2015-0241 (MEEIA Cycle 2) effective April 1, 2016. The DSIM Charge includes any over / under recovery of the Base DSIM rate.
- Base DSIM (\$/kWh) per Case No. EO-2012-0009 as reflected in each base rate tariff sheet.

Issued: ~~March 16~~June 1, 2016

Issued by: Darrin R. Ives, Vice President

Effective: ~~April 15~~August 1, 2016