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June 30, 2020

Mr. Morris Woodruff Secretary/Chief Regulatory Law Judge Missouri Public Service Commission 200 Madison Street, Suite 100 Jefferson City, MO 65102

## Re: Tariff Schedule to Adjust FAC Rate of Evergy Missouri West

Dear Mr. Woodruff:

Pursuant to 20 C.S.R. 4240-20.090(8) of the regulations of the Missouri Public Service Commission ("Commission"), Evergy Missouri West, Inc. d/b/a Evergy Missouri West (formerly KCP&L Greater Missouri Operations Company or "KCP&L-GMO") or the "Company" hereby submits proposed rate schedules to adjust charges related to the Company's approved Fuel Adjustment Clause ("FAC"). The proposed rate schedule bears an issue date of June 30, 2020, and an effective date of September 1, 2020.

FAC net includable costs for the 26th accumulation period, or six-month period covering December 2019 through May 2020, fell below the base energy costs included in base rates by approximately \$7.6 million. In addition, the true-up filing for the 23rd accumulation period, or six-month accumulation period from June 2018 through November 2018, is being made in conjunction with this tariff filing and reflects an under-collection of approximately \$3.9 million.

In accordance with the FAC approved by the Commission, the proposed rate schedules are designed to recover 95 percent of those net cost increases. The proposed residential FAC charge will be a credit of (\$0.00002) per kWh. Based on usage of 1,000 kWh per month, the customer will see a monthly FAC charge, or credit, of (\$0.02). This represents a decrease of \$1.77 to an Evergy Missouri West residential customer's monthly bill compared to the prior FAC.

In Case No. EO-2019-0045, the Company elected to make the plant in service accounting ("PISA") deferrals permitted under section 393.1400 RSMo, effective January 1, 2019. As a result, the compound average growth rate cap provisions of section 393.1655 RSMo. applied to this FAC charge filing are 5.2858% for the average overall rate cap and 3.5090% for the class average overall rate cap for Large Power customers. The change in the FAC charge proposed in this filing does not exceed the average overall rate by more than

5.2858% and, as such, the provisions of section 393.1655.5 do not affect this FAC filing. In addition, the Company is using projected Large Power sales to calculate a Large Power FAC rate. In accordance with section 393.1655.6 RSMo., the proposed FAC charge applicable to Large Power customers does not exceed 3.5090% of the class average overall rate for this rate class. There are no PISA adjustments included in this FAR filing.

Direct Testimony and supporting schedules of Lisa Starkebaum are submitted concurrently herewith along with schedules containing the information required by 20 C.S.R. 4240-20.090(8), including all workpapers that support the proposed rate schedules.

Copies of the proposed FAC-related rate schedules and all supporting materials described in this letter will be served electronically, this date, on the Commission's General Counsel, the Office of Staff Counsel, the Office of Public Counsel, and each party to Case No. ER-2018-0146.

Please provide a copy of all correspondence, notices, orders, and other communications that relate to this filing to the following as well as undersigned counsel:

Lisa A. Starkebaum Manager - Regulatory Affairs Evergy, Inc. 1200 Main Street – 19<sup>th</sup> Floor Kansas City, Missouri 64105 Phone: (816) 556-2209 Fax: (816) 556-2110 Email: lisa.starkebaum@evergy.com

Respectfully submitted,

## |s| Roger W. Steiner

Roger W. Steiner Corporate Counsel

cc: Office of the General Counsel Office of Staff Counsel Office of the Public Counsel