



Economic Development Rider Criteria (KCP&L - Missouri)

Purpose:

Encourage and stimulate industrial and commercial business in Missouri.

Incentive Value:

The EDR provides a 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. The rider does not apply to service during the peak months of July, August and September.

Eligibility Criteria:

1. 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 new or expand existing facilities in KCP&L's Missouri service area.
 - a. A new facility is defined as a customer's facility that has not received electric service in KCP&L Missouri or KCP&L Kansas tariff area within the last twelve (12) months.
 - b. If the project is an expansion of existing facilities only the new/incremental electric load is eligible to receive the EDR.
2. The annual load factor for the new or additional facility is reasonably projected to equal or exceed KCP&L's annual system load factor within two (2) years of receiving the EDR. Historically, KCP&L's annual system load factor is approximately 50 percent. If the load factor criterion is not met, KCP&L may consider, but not be limited to, the following factors expected within two (2) years of receiving the EDR when determining qualification:
 - a. The creation of 100 or more new permanent full-time jobs;
 - b. Capital investment of \$500,000 or more.
3. The new or additional facility must utilize or increase its load by a minimum of 200 KW within two (2) years of receiving the EDR.
4. New/expanded load must be separately metered. Rider is not applicable to existing load.
5. Applicable base rates: SGS, MGS, LGS, LPS, SGA, MGA or LGA
6. No retail activity (selling goods or services direct to the public)
7. EDR is not available in conjunction with any other special contract arrangements with KCP&L.
8. A completed EDR application must be returned to KCP&L prior to a project announcement.

An initial starting date for the EDR needs to be stated on the application. However, the customer has twelve (12) months from the time electric payments are made to formalize a starting date for the EDR. This provides the customer time to fully establish their operations prior to the EDR taking effect.

Return completed applications to:

KCP&L

Attn: Economic Development

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