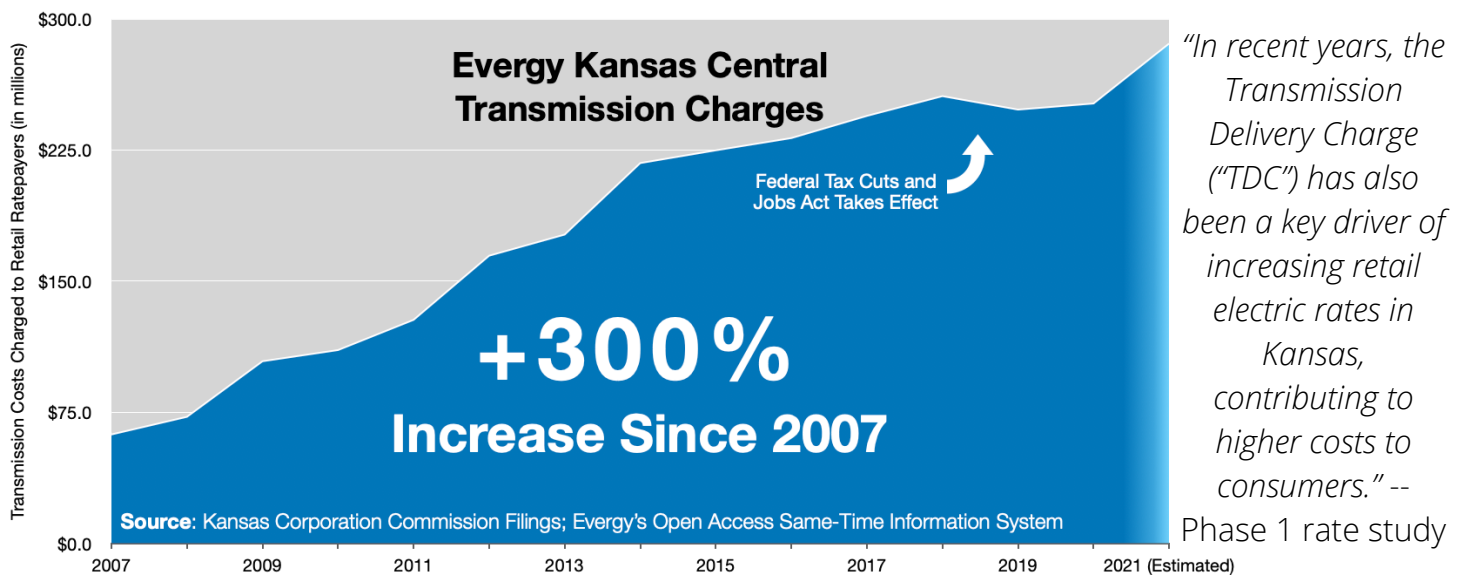


# 2021 Legislative Priorities

*Working toward regionally competitive rates*

## Reform the Transmission Delivery Charge -- SB 80/HB 2180

Transmission charges are a significant part, and rapidly escalating part, of Evergy's electric bill. In 2003, the legislature created the Transmission Delivery Charge (TDC) surcharge as an incentive to invest in transmission. That goal has been accomplished and it's time to adjust the incentive. The TDC is just one of several surcharges on your bill that allow Evergy to increase investments and seamlessly recover costs.



The reform bill:

- Stops annual updates to the TDC (future updates occur during general rate cases)
- Leaves the TDC line item on bills to help with billing transparency
- Allows for FERC-ordered changes to be quickly administered
- Does not impact municipal or cooperative utilities

**Reforming the TDC will slow down rate increases without impacting the transmission grid.**

## Regional Rate Reporting -- SB 81/HB2181

Each year on February 1 the KCC provides a detailed report (pursuant to K.S.A. 66-117b) to the Legislature covering various facts about utility rates and services. This proposal would require the KCC to add a section on electric rates in surrounding states. Kansas currently has the highest rates in the region and the goal of the 2019 rate study was to identify ways to achieve regionally competitive electric rates. All of the data required for the report is already submitted to various federal energy agencies.