

MPSC Integration Success Update

06/05/2019 - Public



Integration and Merger Commitments Update





Major Merger Commitments Update

- Merger Closed June 4, 2018
- Provided \$300k to community action agencies
- Distributed bill credits to Missouri customers
 - ~\$14.9M KCP&L-MO
 - ~\$14.2M GMO
- Included ~\$3M-KCP&L-MO and ~\$6M-GMO merger savings in rate case settlements
- Completed voluntary severance programs consistent with no-layoffs
 - IBEW 1523 and 412 Power Plant Closures
 - Participants exited service end of 4Q 2018
 - Evergy Non-Union Voluntary Exit Program (VEP)
 - Participants exiting service 2Q 2019 2Q 2020
- Worked closely with Staff and OPC to submit an RFP and select provider for independent 3rd party audit of affiliate transactions and corporate cost allocations





Major Merger Commitments Update – Cont.

- Merger Integration: Conducted four update meetings with Staff & OPC
 - Submitted three quarterly staffing and contingent labor reports
 - Submitted three board presentations related to merger
- Submitted monthly customer service and operational level reports to Staff
- Submitted customer survey results
- Met with Staff to review contact center and other service quality performance
- Met with Staff, OPC, and Community Action Agencies to discuss progress to date for assisting the low-income population
- Completing reorganization of functions in Operations and Customer & **Community Operations**
 - Previously Customer Operations was within Operations; Now within **Customer & Community Operations**
 - Reorganized functions within Generation, Transmission and Distribution



Operations – Post April 2019 Reorganization

Chief Operating Officer Kevin Bryant

Vice President. Transmission & Distribution Bruce Akin

- Distribution Construction & Maintenance
- Distribution System Operations
- Schedulina
- Transmission & Distribution Vegetation
- Distribution Construction
- Contractor Management
- Large Transmission Projects
- Transmission Construction & Maintenance
- Transmission System Operations

Vice President, Generation John Bridson

- Coal Generation
- Gas & Renewable Generation
- Reliability
- **Contractor Management**

Vice President, Safety & **Operations Planning**

Kevin Noblet

- Safety & Training
- Strategic Planning & Cross-**Functional Strategic Initiatives**
- Energy Resource Management
- Transmission & Distribution **Planning**
- Operations Systems Support
- Transmission & Distribution Engineering
- Generation Engineering
- Transmission & Distribution **Technology & Distribution** Automation
- Transmission & Distribution Asset Management
- Fleet
- **Facilities**
- Power Marketing
- Programs & Joint Use
- **Data Analytics**
- Benchmarking & Financial Support

Senior Director, Evergy **Ventures**

Dennis Odell

- Strategic investment in earlystage companies
- New technology evaluation





Customer & Community Operations – Post April 2019 Reorganization

Chief Customer Officer

Chuck Caisley

Vice President, **Customer Operations**

Jeff Beasley

- CIS/CSS Project/Large **Projects**
- **Customer Experience**
- Billing
- Credit & Collections
- **Meter Operations**
- **Customer Contact** Centers
- **Customer Account** Management
- Customer Systems Support
- **Customer Relations**
- Authenticated Digital **Customer Portals**
- Data Analytics / **Quality Assurance**

Director, Government Affairs

Jason Klindt

- Federal Government Affairs
- State Government Affairs
- Municipal Government Affairs

Vice President, **Customer & Community Operations**

Jeff Martin

- Tier 1 Accounts
- **Business Center**
- **Economic** Development
- Community Business Management
- Evergy Connect/ **Customer Concierge**
- Franchise Administration
- Customer Relations
- Community & Charitable Affairs

Senior Director, Corporate Communications & Marketing

Katie McDonald

- Employee Communications
- External Communications
- Marketing
- Product Marketing
- Media Relations
- Crisis Communications
- Social Media
- **Branding & Advertising**
- Corporate Sponsorships
- Digital Marketing and **Systems**
- Digital Strategy

Director, Energy Solutions

Kim Winslow

- Program Research & Development
- **Program Management** (Regulated)
- Program Management (Non-regulated)
- **Energy Solutions** Analytics (EM&V)
- **IRP Support**
- Sustainability Programs & Projects
- Trade Ally Development



IT Integration Update

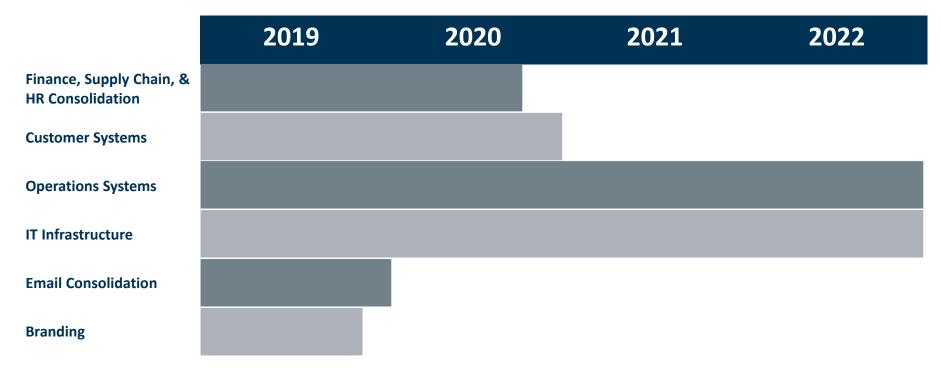


IT Integration Update

- Executing IT Roadmap developed during Integration Planning
 - Leveraging complementary technology decisions made by legacy companies
 - For Example: Distribution Enterprise Asset Management Westar Customer System – KCP&L
- Continued focus on cybersecurity and operational technology
 - Identity and Access Management project underway
 - Energy Management System upgrades
 - Network and IT infrastructure consolidation ongoing



IT Integration Update





Merger Efficiencies





Merger Efficiencies Summary

Savings Summary (\$M)

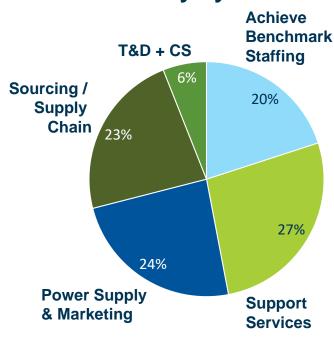
Gross Efficiencies

\$627.0

Savings Summary by type and year (\$M)

Efficiencies	2018	2019	2020	2021	2022	Total
NFOM	\$46.8	\$108.0	\$133.1	\$137.3	\$146.3	\$571.6
Fuel	\$0.7	\$1.0	\$1.1	\$1.3	\$2.3	\$6.4
Inventory Carrying Costs	\$2.2	\$7.9	\$12.3	\$13.3	\$13.4	\$49.0
Gross Efficiencies	\$49.7	\$116.9	\$146.5	\$151.9	\$162.0	\$627.0

Gross Efficiencies Summary by Source







Merger Savings Highlights

- Finished 2018 moderately ahead of planned gross savings
- Currently tracking ahead of 2019 planned gross savings
 - Addressing headwinds including fast ramp up of savings charters and January 2019 winter storm
- Savings highlights:
 - Over 50% of filed efficiency charters producing savings
 - Administering voluntary employee exit programs consistent with plans
 - Completed Wave 1 and Wave 2 sourcing with better than plan results
 - Annual insurance procurements yielding favorable results
 - Aligned rural vegetation management practices
 - Reducing redundant support services contracts in line with plan
 - Added charters for Wolf Creek Support Centralization and VEP
 - Chartered additional efficiencies in IT, Compliance, Fleet, F&A, Customer and Community Affairs, Generation, and Legal



Branding Update





WHAT IT MEANS

OUR NAME is the combination of ever + energy, conveying our proud history as a reliable, enduring source of energy for our community, and our vision to continue being so far into the future. When it comes to energy, we are ever evolving, ever innovating, and ever looking ahead.

OUR LOGO is led by a dynamic arrow-like shape that visualizes our forward momentum. The soft edges and lowercase letters reflect our genuine, friendly and open nature.

OUR ICON consists of four shapes coming together to form an arrow, each representing one of our four core values: safety, integrity, ownership and adaptability. The shapes also represent the coming together of many pieces, both those that made our two companies into Evergy today, and those that could become part of Evergy in the future. Together, we are moving energy and our communities forward.

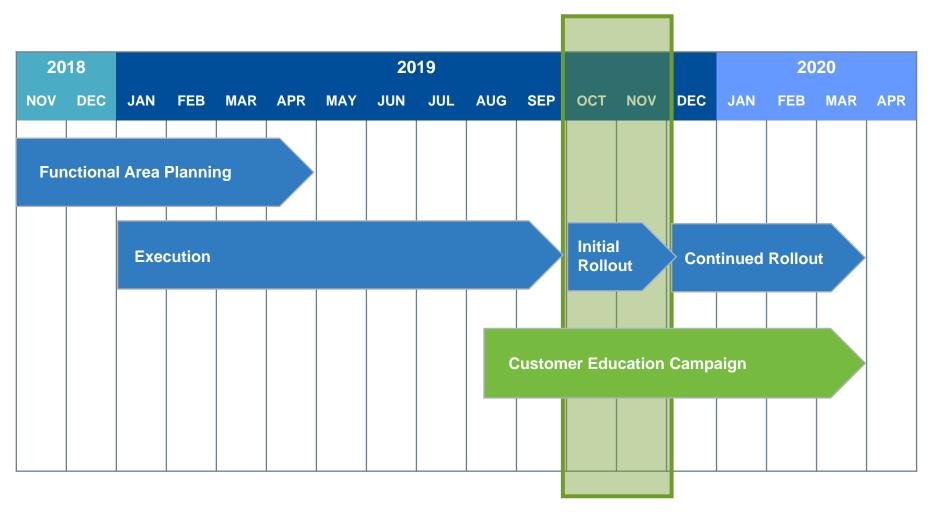
Evergy. Moving Energy Forward.





Evergy Rebranding Project Timeline

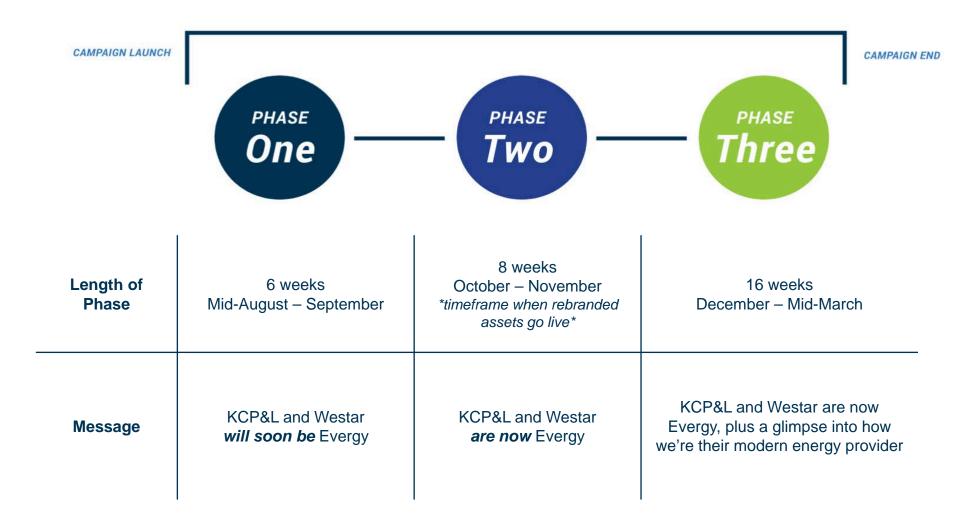
Oct-Nov 2019: Launch & Initial Rollout Window



*In accordance with our merger agreement, rebranding costs are paid by shareholders
Public: Integration Success Update to MPSC - 06/05/2019

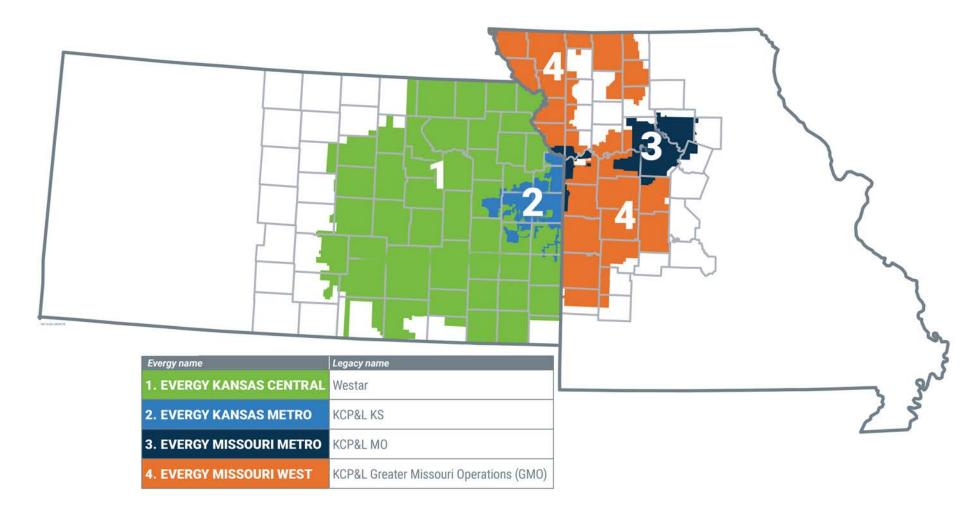


Customer Education Campaign Timeline





Rate Area Identification







Customers will be able to easily identify their rate area in several ways

In the vast majority of communications, we will refer to ourselves simply as Evergy. Rate areas will be referenced when they are needed for a customer to understand how rates and tariffs apply to them.

Each customer will be able to know their specific rate area by:

- Looking at their bill
- Viewing our website, especially when they are logged into their account
- Calling or emailing the Contact Center, if needed

Additionally, rate areas will be communicated through:

- Press releases and announcements pertaining to rate areas
- Our website public pages explaining the various rate areas

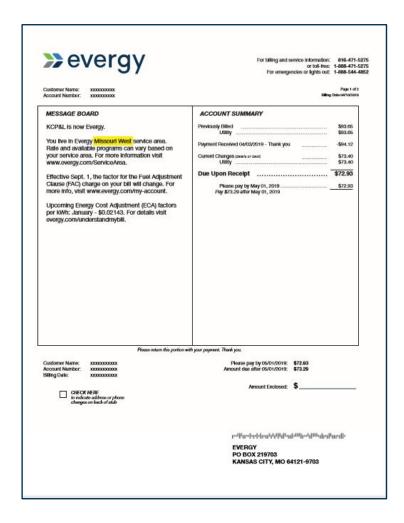


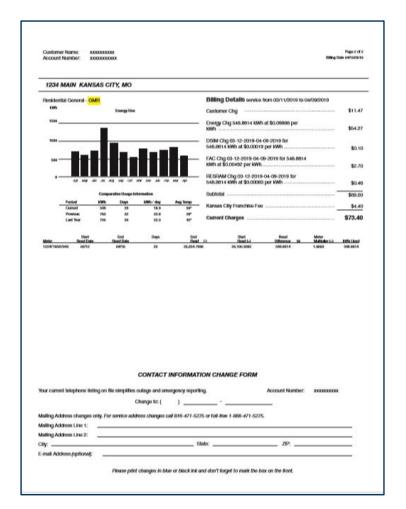
Appendix





Evergy Missouri West Bill Mock Up



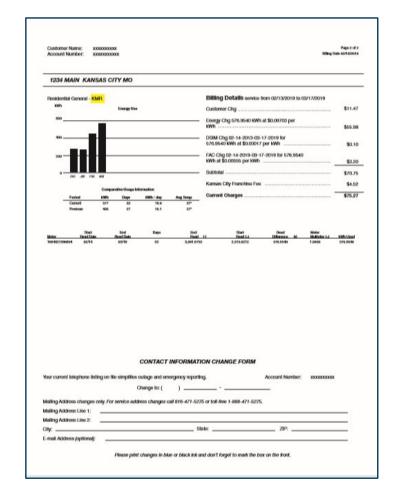






Evergy Missouri Metro Bill Mock Up

>> evergy	For billing and service information: 8 or toll-free: 1-8 For emergencies or lights out: 1-8	888-471-5275
Customer Name: xxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxx		Page 1 of 2 03/18/2019
MESSAGE BOARD KCP&L is now Evergy. You live in Evergy Missouri Metro service area. Rate and available programs can vary based on your service area. For more information visit www.evergy.com/ServiceArea. Effective Sept. 1, the factor for the Fuel Adjustment Clause (FAC) charge on your bill will change. For more info, visit www.evergy.com/my-account.	Utility Payment Received 03/07/2019 - Thank you Current Charges (densits on back) Utility	\$60.84 \$60.84 \$60.84 \$75.27 \$75.27
Customer Name: x000000000000000000000000000000000000	th your payment. Thank you. OO NOT PAY \$75.27 will be charged to your card on 04/08/201 Amount Enclosed: \$	19







Sample Envelope Mock Ups





