

## Evergy MO Metro and MO West Case Name: 2025 Approval of Large Load Service Rate Plan and Associated Tariffs Case Number: EO-2025-0154

# Requestor Poudel Hari -Response Provided May 16, 2025

### Question:0106

Please provide an explanation regarding the potential for stranded costs because of the uncertainty surrounding the non-materialization of loads during a period in which rates have already been increasing. Does the company discuss about the stranded costs in any of the documents or workpapers included in this filing?

DR requested by Hari Poudel (<u>Hari.Poudel@psc.mo.gov</u>)

<u>RESPONSE</u>: (do not edit or delete this line or anything above this)

**Confidentiality:** PUBLIC

**Statement:** This response is Public. No Confidential Statement is needed.

#### **Response:**

The Company has proposed the LLPS Rate Plan such that the potential for stranded costs will be minimized. No specific discussion of stranded costs is offered. The Plan includes a number of approaches that will ensure resources are deployed in a timely fashion for the benefit of all customers. Specifically,

- Prospective customers are vetted and studied in advance of receiving service.
- Customers must pay for study costs and direct interconnection costs prior to receiving service.
- Customer capacity requirements are defined in specific Service Agreements and used to inform Integrated Resource Planning. Resulting resource needs will be deployed as system resources for service to all customers.
- Resources needs are studied in clusters to maximize the efficient deployment of resources.
- Resource procurement is subject to Commission oversight.
- Customers are subject to exit fees, capacity change fees and collateral requirements.
- The Schedule LLPS tariff and the System Support Rider will help ensure appropriate recovery of costs from large load customers to minimize cost shifts to other customers.

Taken together, these approaches will help ensure large load customers uphold their commitments and avoid stranded costs. Should a large load customer leave the system, the Company will utilize existing approaches to provide service to other large load customers or sell the excess into the market until such time that the resource is needed for service to customers.



Information provided by: Brad Lutz, Regulatory Affairs

**Attachment(s):** 

## **Missouri Verification:**

I have read the Information Request and answer thereto and find answer to be true, accurate, full and complete, and contain no material misrepresentations or omissions to the best of my knowledge and belief; and I will disclose to the Commission Staff any matter subsequently discovered which affects the accuracy or completeness of the answer(s) to this Information Request(s).

Signature /s/ *Brad Lutz*Director Regulatory Affairs