



EVERGY KANSAS CENTRAL

Renewables Direct FAQ

What is Renewables Direct?

Renewables Direct is the program name for the Direct Renewable Participation Service (DRPS) Tariff approved by the Kansas Corporation Commission (KCC) in July 2018. The program allows commercial and industrial customers to offset some or all of their energy usage through a renewable resource. This program is designed to provide large customers a path toward their sustainability goals with renewable energy. The DRPS tariff is available for viewing at evergy.com/tariffs.

How do I sign up or receive more information?

Contact our Renewable Energy team at renewables@evergy.com or your Customer Solutions Manager for more information. Your name will be added to a waiting list in the order it is received. To enroll in the program, you will be required to complete a Participation Agreement.

What if the program receives more subscriptions than can be served by the given resource?

When the final resource is obtained, all customers on the waiting list will receive a portion of the available resource based on the proportion of their subscription request to the total resource size. Any unserved capacity associated with your subscription will remain on the waiting list for a future resource procurement or if capacity becomes available. The wait list will be used to determine participation for the future resource. Contact our

Renewable Energy team at renewables@evergy.com or your Customer Solutions Manager for wait list information.

What are the program charges? Will this affect my demand charge?

The program is designed to replace the fuel factor charge on your bill with a fixed rate of 1.8-cents per kWh, called the Renewable Participation Charge (RPC), resulting in an immediate cost savings compared to today's fuel factor price. It does not impact your demand charge or other portions of the bill. Over the past five years, the fuel factor charge has averaged 2.1-cents per kWh; the new RPC cost is 1.8-cents per kWh.

How will I be billed?

Each month, you will be billed at the Renewables Direct RPC rate of 1.8-cents for your share of the wind farm's production. All remaining usage will be charged at the standard fuel factor rate.

Is it possible the cost of my bill will decrease because of my participation?

Yes, it is expected that the RPC will be lower than the company's current fuel factor rate which would lead to costs savings for those participating in Renewables Direct. Evergy's average fuel factor over the past five years has been 2.1-cents per kWh; the Renewables Direct RPC cost is 1.8-cents per kWh for all 20-years of the agreement.

What is the fixed portion of my bill? Will it be the same every month if I participate? Will my bill be subject to additional increases in the future?

Customers participating in Renewables Direct utilizing the Soldier Creek Wind Energy Center will have a fixed rate at 1.8-cents per kWh. Remaining energy will be charged at the applicable quarterly fuel factor. Your per kWh RPC will be fixed for the 20-year agreement. Additional charges, including customer charge and demand, are subject to change during the program.

Do I own the renewable resource?

No. The current wind farm, called Soldier Creek Wind Energy Center, is owned and operated by a subsidiary of NextEra Energy Resources, LLC. Evergy Energy has agreed to purchase the energy from this farm to provide affordable renewable energy to participating businesses.

Is this program the same as a Purchase Power Agreement (PPA)?

No, but it is similar. The energy generated by this program will be added to Evergy's energy mix and will not go directly to your location. However, by participating, you will receive a similar fixed-cost benefit like a PPA.

How much of the renewable resource can I subscribe to?

You can subscribe to offset up to 100% of your annual energy usage.

Where will the renewable resource be located?

The wind farm, called Soldier Creek Wind Energy Center, will be located in Nemaha County, KS. Additional locations may be added in the future in the form of wind or other renewable resources.

How large will the resource be?

The expected maximum capacity is 300 megawatts (MW) produced by approximately 120 GE turbines. Only 200 MW of the capacity is allocated to the Renewables Direct program.

What is the minimum participation period?

Participants must sign a 20-year lease agreement.

What if I want to reduce/increase my shares?

If you wish to adjust your shares due to increases or decreases in electric demand, you may request such adjustment in writing to Evergy. You will be responsible for any additional cost incurred to facilitate the adjustment. Also, if your annual usage falls below your subscribed amount, Evergy may at its sole discretion reduce your shares. Should capacity be available if you request to expand your subscription, Evergy will amend your Participation Agreement. Any changes to your subscription will be made after notifying you.

What happens if my company ceases operation?

You will be removed from the program.

I have locations in both Kansas and Missouri. Is the Renewables Direct program the same in both states? Can I participate in both states?

Although the program has different components between the states, you can participate through separate Participation Agreements, in both Kansas and Missouri, if you meet the eligibility standards and there is capacity available.

What if the cost of wind decreases over the next twenty-years? Will my cost decrease?

The program comes with a fixed cost for the life of the 20-year agreement and no cost decrease will occur during your subscription.

Do I own the renewable energy credits (RECs) for my portion of this wind project?

No, but you have the right to claim the environmental benefit of the RECs. The RECs produced by your portion of the resource will be retired by Evergy on your behalf. If you desire ownership, the RECs may be transferred to you with all transfer costs borne by you.

Who gets to claim the environmental benefits of this project?

As a Renewables Direct participant, you can claim the full environmental benefits for your share of the program with the transfer/retirement of RECs.

Does participation in this program qualify me as a net metering or cogeneration customer?

No, this program is different from our net metering and other renewable programs.

Is the renewable energy I support through the Renewables Direct program delivered directly to my business?

No. The energy produced is not sent directly to your business, but is added into Evergy's power system and will offset the traditional energy production associated with your usage.

Is there a calculator or spreadsheet I can use to help me determine my future expense?

Contact our Renewable Energy team at renewables@evergy.com or your Customer Solutions Manager for rate calculation.

How will you decide to expand the program?

If customer interest in participation grows, additional resources may be added to the program.

What happens at the end of the 20-year term of the program?

At the end of the 20-year term, Evergy will evaluate customer interest, resource availability, and market conditions to determine whether or not to procure a new resource to extend the program. If conditions do not support obtaining a new resource, then the program will terminate.

