

February 15, 2022
Senate Committee on Utilities
Room 548-S

Testimony RE: Increasing Electric Retail Rates

Dear Chairman Thompson, Vice Chairman Petersen, Ranking Member Francisco and Members of the Committee,

My name is Elizabeth Patton, and I am the State Director of Americans for Prosperity – Kansas. Americans for Prosperity is the nation’s largest free market advocacy group, with tens of thousands of activists right here in Kansas. Through broad-based grassroots outreach, AFP is driving long-term solutions to the country’s biggest problems. AFP activists engage friends and neighbors on key issues and encourage them to take an active role in building a culture of mutual benefit, where people succeed by helping one another. We empower people to improve their lives and the lives of those around them by removing barriers that prevent them from reaching their potential.

Kansas has already fallen behind the rest of the region when it comes to electricity prices. We are at risk of falling further behind with top-down plans and policies like Evergy’s Sustainability Transformation Plan (STP) which will continue to raise electricity rates on Kansans without consideration of the impact on families and businesses that will have to pay the price. According to the Energy Information Administration¹, Kansas has had higher residential electricity rates than the overall region. November 2021 data shows average rates of 13 cents per kilowatt-hours, roughly 13 percent above other states in the region and much higher than Missouri, Nebraska, and North Dakota.²

Uncompetitive electricity rates can be a key driver of energy poverty – Even a 1 cent per kilowatt-hour change in residential rates could cost (or save) the average Kansas household³ over \$100 per year. According to one estimate⁴, over 60,000 Kansas households have incomes of 50 percent or more below the Federal Poverty Level and pay 29 percent of their annual income simply for their home energy bills. COVID-19 has further exacerbated⁵ energy poverty in the U.S., underscoring the need for accountability and transparency from utilities to fully understand the causes of regionally uncompetitive rates.

AFP believes we should strive to let the market deliver the right mix of energy at the lowest cost, we support energy policies that are fuel and technology neutral. We appreciate the opportunity to submit written testimony, and our activists look forward to consideration of this feedback.

Sincerely,

Elizabeth Patton
Kansas State Director
Americans for Prosperity

¹ https://www.eia.gov/electricity/monthly/epm_table_grapher.php?t=epmt_5_6_a

² https://www.eia.gov/electricity/monthly/epm_table_grapher.php?t=epmt_5_6_a

³ <https://www.eia.gov/electricity/state/kansas/>

⁴ http://www.homeenergyaffordabilitygap.com/03a_affordabilityData.html

⁵ <https://oneill.indiana.edu/doc/research/energy-insecurity-survey-june-2020.pdf>