

THE EMPIRE DISTRICT ELECTRIC COMPANY

SCHEDULE EE

(Name of Issuing Utility)

Replacing Schedule _____ Sheet 10

ALL TERRITORY

which was filed _____

(Territory to which schedule is applicable)

**ENERGY EFFICIENCY
RIDER EE**

Sheet 1 of 1 Sheets

APPLICABLE

This Energy Efficiency Rider shall be applicable to all retail rate schedules of The Empire District Electric Company.

PURPOSE

This Energy Efficiency Rider is filed in compliance with the Commission's Order in Docket No. 10-EPDE-497-TAR and is designed to recover costs associated with Commission approved pilot Energy Efficiency and Demand Response Programs deferred but not recovered from July 1 of the previous year to June 30 of the current year. This Rider will be effective with the first billing cycle of December, of the current year through the last billing cycle in November of the following year. The Empire District Electric Company will file a new Energy Efficiency Rider for Commission approval in September of the following year and annually thereafter, to be effective for usage beginning with the first billing cycle of the following December, and end with the last billing cycle of November following that December and annually thereafter until all associated costs with the pilot energy efficiency and demand response programs are recovered, plus any over or under collection from the prior period rider(s).

BASIS FOR CHARGE

Energy Efficiency incremental program costs will be recovered using an Energy Efficiency (EE) Factor applied to each applicable customer's bill. The EE Factor will be applied to each applicable customer's energy usage by multiplying the kilowatt-hours (kWh) of electricity billed by the EE Factor. The charge associated with this Energy Efficiency Rider will be identified and shown as a separate line on the applicable customer's monthly billings.

ENERGY EFFICIENCY RIDER AMOUNT CALCULATION

The initial EE Factor will be calculated to recover actual program costs deferred for Commission approved pilot Energy Efficiency and Demand Response programs from the inception of the approved programs through June 30, 2011. Subsequent EE Factors will be calculated to recover actual program costs deferred over a 12 month period ending in June of each year plus any true up amount from the prior period divided by the total applicable kWh as follows:

$$EE\ Factor = (EE\ costs + True) / kWh$$

Where:

EE costs = The actual costs associated with Commission approved pilot Energy Efficiency and Demand Response programs. These costs are recorded in account 182309 KS DSM Reg Asset. Included are costs for each approved pilot Energy Efficiency and Demand Response program and for demand response credits provided to customers under approved pilot Demand Response programs.

True = The annual true-up amount for an Energy Efficiency Rider year, to be determined prior to filing the next EE Rider and to be applied to the subsequent EE Factor calculation. The true-up will be the difference between the approved recovery amount and the actual recovery amount during the time the EE Factor was in effect.

kWh = The estimated kilowatt-hours for the period this EE Factor will be applied to customers' monthly bills.

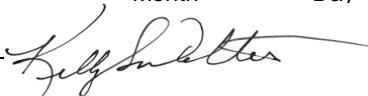
EE FACTOR

\$0.00025/ kWh effective for the billing months of December 2013 through November 2014.

DEFINITIONS AND CONDITIONS

- 1. All provisions of this Rider are subject to changes made by order of the regulatory authority having jurisdiction.

Issued January 6 2014
Month Day Year
Effective February 1 2014
Month Day Year

By  Vice President
Title