UNDERSTANDING THE BPU BILLING STATEMENT

To help customers better understand the fees and charges on their utility bill, BPU recently updated its monthly billing statement.

BPU Charges:

Amount owed for BPU electric and water usage.

UG Charges:

Imposed by the Unified Government, these service fees are collected thru the BPU billing process and then remitted back to the UG.

Stormwater Management: This UG fee appeared on your bill starting in March 2009 as a result of federal mandates for localities to have a stormwater management plan.

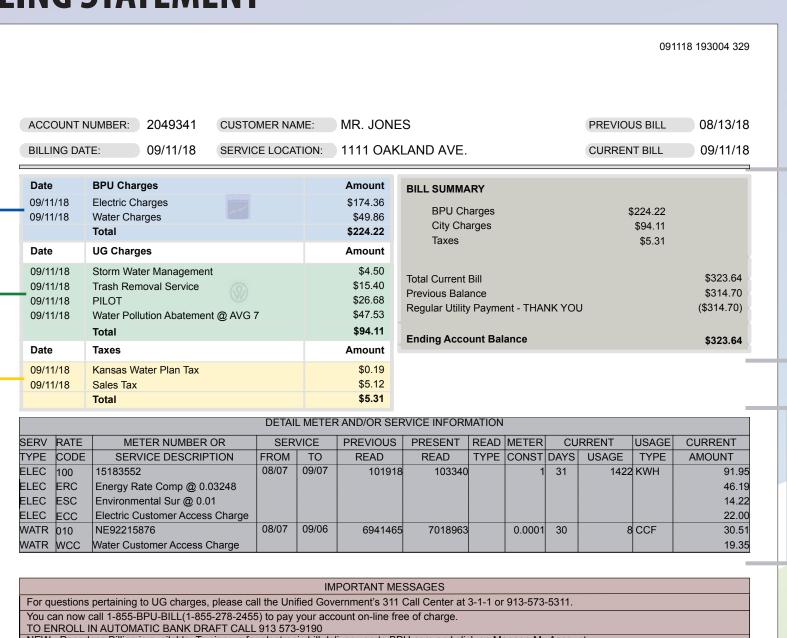
<u>Trash Removal Service:</u> BPU collects this fee and remits it to the UG for trash pick-up and recycling.

<u>PILOT:</u> City ordinance requires BPU to pay a portion of its revenues to the UG to fund city operations. Called the payment-in-lieu-of taxes (PILOT), the UG sets this rate between 5 and 15 percent.

Water Pollution Abatement: This is a sewage fee collected by the UG.

Taxes:

All applicable city, state and county taxes.



NEW - Paperless Billing is available. To sign-up for electronic bill delivery, go to BPU.com and click on Manage My Account

DUE DATE: October 08, 2018 ACCOUNT NUMBER: 0000002049341 7 SERVICE LOCATION: 1111 OAKLAND AVE. AMOUNT DUE NOW: \$323.64 BILLING DATE: September 11, 2018 AFTER DUE DATE: \$339.82 WRITE TOTAL AMOUNT PAID Be sure address displays in return window MR. JONES Kansas City Board of Public Utilities 1111 OAKLAND AVE. P.O. Box 219661 KANSAS CITY KS 66104-5416 Kansas City, MO 64121-9661

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Bill Summary:

The total charges from the BPU, UG and Taxes sections.

Detailed BPU Charges:

This section provides additional detail on BPU-specific charges on your bill. These are NOT additional charges.

What is the Environmental Surcharge?

The ESC offsets new capital improvement requirements resulting from federal, state, and local environmental regulations. Determined on an annual basis, the ESC will only be used to recover BPU expenditures for environmental projects.

What is the ERC charge?

The Energy Rate Component, or ERC, represents the utility's cost of fuel used to generate electricity and the cost of power that must be purchased on the open market. The ERC changes every three months and is based on the actual fuel and purchased power costs that BPU pays. These costs are then incorporated into BPU customers' electric bills. The charge is listed as a rider on the billing statement, separate from electric base rates.