

Kansas City Power & Light Company

Summary of DCF and Risk Premium ROE Estimates

<u>DCF Analysis</u>	<u>Indicated Cost</u>
Constant Growth (GDP Growth)	10.7%-10.8%
Multistage Growth Model	10.5%
Reasonable DCF Range	<u>10.5%-10.8%</u>
<u>Risk Premium Analysis</u>	<u>Indicated Cost</u>
Utility Debt + Risk Premium	
Risk Premium (6.30% + 4.42%)	10.72%
Ibbotson Risk Premium Analysis	
Risk Premium (6.30% + 4.5%)	10.80%
Harris-Marston Risk Premium	
Risk Premium (6.30% + 5.13%)	11.43%
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Reference Group Cost of Equity Estimate	<u>10.75%</u>
KCPL Cost of Equity Capital	<u>11.25%</u>
