

**STATE OF MISSOURI
PUBLIC SERVICE COMMISSION**

At a session of the Public Service Commission held at its office in Jefferson City on the 15th day of February, 2007.

In the Matter of Union Electric Company,)
d/b/a AmerenUE's Purchased Gas Adjustment)
Factors to be Reviewed in its 2004-2005 Actual)
Cost Adjustment.)

Case No. GR-2006-0087

ORDER ESTABLISHING ENDING ACA BALANCES

Issue Date: February 15, 2007

Effective Date: February 25, 2007

This case was opened to receive the 2004-2005 Actual Cost Adjustment (ACA) filing of Union Electric Co. d/b/a AmerenUE. On December 29, 2006, the Staff of the Missouri Public Service Commission filed a recommendation and memorandum indicating that Staff has completed an audit of billed revenues and actual gas costs for the period of September 1, 2004 through August 31, 2005, included in Ameren's computation of its ACA balances. Staff also conducted a hedging review for Ameren.

Staff's recommendation set out the ending balances contained in Ameren's ACA filing and proposed adjustments thereto. Staff also recommended that Ameren continue to assess and document the effectiveness of its hedges for the 2005/2006 period and beyond. Ameren filed a response on February 2, 2007, stating that it does not object to Staff's recommendation or the adjustments.

After reviewing Staff's recommendations and Ameren's response, the Commission concludes that Staff's recommendations should be accepted as a resolution of Ameren's 2004-2005 ACA audit.

IT IS ORDERED THAT:

1. The ending (over)/under recovery balances for Union Electric Co. d/b/a AmerenUE's 2004-2005 Actual Cost Adjustment are established as provided in the following table:

Description	Balances per AmerenUE Filing	Staff Adjustments	Ending Balances
Natural Gas Pipeline Co. of America Firm Sales ACA	\$(24,037)	\$4,736	\$(19,301)
Interruptible Sales	0	0	0
Panhandle Eastern Pipeline Co. Firm Sales ACA	\$3,525,955	\$(26,707)	\$3,499,248
Interruptible Sales ACA	\$152,456	\$(225)	\$152,231
Former Aquila Eastern System Incremental: Firm Sales	\$41,780	0	\$41,780
Texas Eastern Transmission Corp: Firm Sales	\$425,351	0	\$425,351
Interruptible Sales	\$234,453	\$(3,576)	\$230,877

2. Union Electric Co. d/b/a AmerenUE shall continue to assess and document the effectiveness of its hedges for the 2005/2006 period and beyond.

3. This order shall become effective on February 25, 2007.
4. This case may be closed on February 26, 2007.

BY THE COMMISSION



Colleen M. Dale
Secretary

(S E A L)

Davis, Chm., Murray, Gaw,
and Appling, CC., concur.
Clayton, C., absent.

Jones, Senior Regulatory Law Judge