STATE OF MISSOURI PUBLIC SERVICE COMMISSION

At a session of the Public Service Commission held at its office in Jefferson City on the 12th day of August, 2009.

ORDER APPROVING ISRS RATES AND REJECTING TARIFF

Issue Date: August 12, 2009 Effective Date: August 22, 2009

On May 15, 2009, Union Electric Company, d/b/a AmerenUE, filed a verified petition¹ to change its infrastructure system replacement surcharge (ISRS). AmerenUE's petition was accompanied by an implementing tariff. The Commission suspended that tariff until September 12, 2009.

In its application, AmerenUE seeks to change its ISRS rate schedule to reflect costs incurred in connection with ISRS-eligible infrastructure system replacements placed in service from June 1, 2008, to March 31, 2009. The original request was for a total ISRS revenue requirement of \$1,030,599, plus an additional \$71,983 to reconcile undercollections from previous ISRS filings. The specific infrastructure system replacements for which AmerenUE seeks ISRS recognition are set forth in Appendix A to its application.

Section 393.1015.1(2), RSMo, requires the Commission to publish notice of AmerenUE's ISRS filing. Therefore, on May 19, 2009, the Commission directed that notice of the filing be issued. In the same order, the Commission directed that any person wishing

¹ The petition was amended on June 22, 2009.

to intervene in this matter file an application to intervene no later than June 8, 2009. No applications to intervene were received.

Section 393.1015.2(2), RSMo, allows the Staff of the Commission to file a report regarding AmerenUE's ISRS petition no later than 60 days after it was filed. Staff filed its report on July 14, 2009, and filed a revised report on July 30, 2009. Staff recommended that the Commission approve AmerenUE's petition with incremental ISRS surcharge revenues of \$1,022,171 as shown in the attachment to Staff's Revised Report. The rate recommended by Staff produces \$2,624,439 annually and corresponds to the cumulative revenue requirements for the three ISRS filings approved by the Commission and presently effective.

On July 31, 2009, AmerenUE filed its Response to Staff Report. In its response, AmerenUE states that it accepts the recommendation of Staff. AmerenUE further requests that the Commission order ISRS rates as set forth in Staff's Report.

Based on AmerenUE's verified petition, Staff's report, and AmerenUE's response to Staff's report, the Commission concludes that AmerenUE shall be permitted, pursuant to Sections 393.1009, 393.1012, and 393.1015, RSMo, and 4 CSR 240-3.265, to collect ISRS rates as set out in the attachment to Staff's Revised Report. Therefore, the Commission shall reject the tariffs as submitted by AmerenUE and authorize AmerenUE to file a revised tariff with ISRS rates as reflected in Staff's Report.

THE COMMISSION ORDERS THAT:

1. The tariff filed by Union Electric Company, d/b/a AmerenUE, on May 15, 2009, and assigned tariff number JG-2009-0813, is rejected. The tariff sheet rejected is:

P.S.C. MO. No. 2 3rd Revised Sheet No. 34, Canceling 2nd Revised Sheet No. 34

- 2. Union Electric Company, d/b/a AmerenUE, is authorized to file revised tariff sheets designed to collect an Infrastructure System Replacement Surcharge sufficient to recover appropriate incremental annual pre-tax revenues in the amount of \$1,022,171 and setting out an ISRS rate for each customer class as reflected in the attachment to Staff's Revised Report.
 - 3. This order shall become effective on August 22, 2009.

BY THE COMMISSION

Steven C. Reed Secretary

(SEAL)

Clayton, Chm., Davis, Jarrett, and Gunn, CC., concur.

Dippell, Deputy Chief Regulatory Law Judge