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STATE OF MISSOURI  
PUBLIC SERVICE COMMISSION

At a session of the Public Service  
Commission held at its office  
in Jefferson City on the 8th  
day of July, 1999.

In the Matter of the Application of Union            )  
Electric Company d/b/a AmerenUE for Authority    ) Case No. EM-99-569  
to Sell Assets to Doe Run Company.                )

ORDER APPROVING SALE OF ASSETS

Union Electric Company, d/b/a AmerenUE ("Company"), filed an Application with the Commission on May 21, 1999, seeking approval for the sale of a 34400 V Federal Pacific transformer, Serial No. 20502-1, to the Doe Run Company ("Customer").

The Commission provided notice and an opportunity to intervene by the provisions in its Order and Notice issued May 26, 1999. No applications for intervention were filed.

Doe Run Company is an existing customer of the Company taking service under rate 11(M), Large Primary Service, at its facility in Herculaneum, Missouri. Customer requested the purchase and sale to accommodate its expanding electrical usage. Customer is building an additional substation and will take service at this additional connection point under rate 4(M) Small Primary Service. On completion of the sale, Customer will be responsible for maintenance and safe operation of Customer owned facilities. In all other respects, electric service to the Customer will continue as prior to this transaction.

The Company agreed to sell the equipment as set forth in the Bill of Sale that was included as Appendix 1 of the Application. The proposed sale price of the equipment is \$20,000. The book value of the equipment is \$6,454.59.

The Company also complied with Section 393.190, RSMo 1994, by providing a statement in its application as follows: due to the large number of taxing authorities to which this property is allocated and the relatively small dollar amount of the property proposed to be sold, any such tax impacts would be *de minimis*. The Commission provided this information to the County Clerk of Jefferson County as required by the statute.

On June 8, 1999, the Commission's staff conducted field inspections of the equipment in St. Louis, Missouri, and of the new location for the equipment in Herculaneum, Missouri. On June 29, 1999, staff filed its memorandum and recommendation. Staff verified matters presented in the application and determined the calculations of net book value for the subject property to be reasonable and accounting for the proposed transaction to be consistent with the Uniform System of Accounts for electric utilities and with prior sale applications of this type. The staff recommended approval of the sale, subject to certain conditions, stating that the sale of the property would not be detrimental to the public interest or to the Company's remaining customers. Staff recommended that the Commission reserve ratemaking treatment for the transaction and that the Company should report journal entries made in

connection with the sale no later than 90 days after completion of the sale.

The Commission has reviewed the application and documentation filed by the Company and the staff recommendation and finds that the sale is not detrimental to the public interest. The Commission will approve the sale as set out in the application, with the conditions recommended in the staff memorandum.

**IT IS THEREFORE ORDERED:**

1. That the proposed sale of a 34400 V Federal Pacific transformer, Serial No. 20502-1, to the Doe Run Company, as set out in detail in the application of Union Electric Company, d/b/a AmerenUE, filed on May 21, 1999, is hereby approved.

2. That this order is not a finding by the Commission of the value of the transaction herein involved.

3. That the Commission reserves the right to consider any ratemaking treatment to be afforded the transaction herein involved in a later proceeding for ratemaking purposes.

4. That Union Electric Company, d/b/a AmerenUE, file a copy of all journal entries made in connection with this sale with the Commission no later than 90 days after closing the sale.

5. That this order shall become effective on July 20, 1999.

BY THE COMMISSION



**Dale Hardy Roberts**  
Secretary/Chief Regulatory Law Judge

( S E A L )

Lumpe, Ch., Drainer, Murray, and  
Schemenauer, CC., concur.  
Crumpton, C., absent.

Thornburg, Regulatory Law Judge

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COMMISSION COUNCIL  
PUBLIC SERVICE COMMISSION