Exhibit No.:

Issues: Large Customer

Annualization

Witness: Anne Ross

Sponsoring Party: MO PSC Staff
Type of Exhibit: Direct Testimony

Case No.: GR-2007-0003

Date Testimony Prepared: December 15, 2006

MISSOURI PUBLIC SERVICE COMMISSION UTILITY OPERATIONS DIVISION

DIRECT TESTIMONY

OF

ANNE ROSS

UNION ELECTRIC COMPANY d/b/a AMERENUE

CASE NO. GR-2007-0003

Jefferson City, Missouri December 2006

BEFORE THE PUBLIC SERVICE COMMISSION

OF THE STATE OF MISSOURI

In the Matter of Union Electric Company) d/b/a AmerenUE for Authority to File) Tariffs Increasing Rates for Natural Gas) Service Provided to Customers in the) Company's Missouri Service Area.	Case No. GR-2007-0003		
AFFIDAVIT OF ANNE ROSS			
STATE OF MISSOURI)) ss COUNTY OF COLE)			
Anne Ross, of lawful age, on her oath states: that she has participated in the preparation of the following Direct Testimony in question and answer form, consisting of pages of Direct Testimony to be presented in the above case, that the answers in the following Direct Testimony were given by her; that she has knowledge of the matters set forth in such answers; and that such matters are true to the best of her knowledge and belief.			
<u>C</u>	Anne Ross		
Subscribed and sworn to before me this 13^{+1} day of December, 2006.			
SUSAN L. SUNDERMEYER My Commission Expires September 21, 2010 Callaway County Commission #06942086	usan A slundermeyer Notary Public		
My commission expires 9-2/-/U			

1		DIRECT TESTIMONY	
2 3		\mathbf{OF}	
4 5		ANNE ROSS	
6 7		UNION ELECTRIC COMPANY d/b/a AMERENUE	
8 9		CASE NO. GR-2007-0003	
10 11			
12	Q.	Please state your name and business address.	
13	A.	Anne E. Ross, P.O. Box 360, Jefferson City, Missouri 65102.	
14	Q.	By whom are you employed and in what capacity?	
15	A.	I am a Regulatory Economist with the Missouri Public Service Commission	
16	6 (Commission).		
17	Q.	Please describe your educational background.	
18	A.	I graduated from the University of Missouri-Columbia in 1986 with an	
19	undergraduate	e degree in Business Administration. I graduated with a Masters of Business	
20	O Administration in 1989.		
21	Q.	Please describe your work experience.	
22	A.	I have been employed with the Commission as a Regulatory Economist since	
23	1989. I have	also been an adjunct professor at Columbia College since 1989.	
24	Q.	What has been the nature of your duties while in the employ of the	
25	Commission?		
26	A.	The general nature of my duties at the Commission include Class Cost of	
27	Service, Rate	Design and Large Customer Analysis for natural gas companies. Schedule 1 is	
28	a list of the ca	ases in which I have filed testimony.	
29	Q.	What is the purpose of your direct testimony?	

- A. The purpose of my direct testimony is to describe the revenue adjustments that the Staff is proposing to the Company's Transportation tariff revenues.
 - Q. Did you analyze AmerenUE's (Company) large customer records for this case?
- A. Yes, I did. Using information provided by the Company, I analyzed the Transportation customers' usage on an individual customer basis.
 - Q. Are you sponsoring Staff adjustments S-2.5 and S-3.2?
- A. Yes. If a Transportation customer took service under more than one tariff during the test year, I adjusted the Company's revenues so that they would be equal to the revenues that would have been recorded if the customer had taken service under only one tariff. To do this, I made an adjustment to the original class' revenues to remove the customer's revenues, and an off-setting adjustment to revenues of the class in which the customer ended the test year. This is called a rate-switching adjustment.

In this case, eight customers switched from the General Service tariff class to the Transportation tariff class during the test year. Adjustment S-2.5 reflects the General Service tariff class revenue effect resulting from removal of these customers' test year revenues. In Adjustment S-3.2, I adjusted the Transportation class' booked revenues to reflect the revenues that would have been collected if these customers had taken service in the Transportation class during the entire test year.

- Q. Did you make any adjustments to reflect customers coming on or going off the AmerenUE system during the test year?
- A. Yes. Adjustment S-3.3 represents the revenue adjustment made to reflect the loss of one Transportation customer, and the gain of one Transportation customer.
 - Q. Does this conclude your direct testimony?
 - A. Yes

CASES FILED BEFORE MO PUBLIC SERVICE COMMISSION

COMPANY Kansas Power and Light Laclede Gas Company
C
Laclede Gas Company
Associated Natural Gas
Missouri Public Service Gas
United Cities Gas Company
Kansas Power and Light
Laclede Gas Company
St. Joseph Light and Power - Gas
United Cities Gas Company
Missouri Public Service Gas
Western Resources
Laclede Gas Company
Tartan Energy Company
United Cities Gas Company
Laclede Gas Company
Missouri Gas Energy
St. Joseph Light and Power - Gas
Laclede Gas Company
AmerenUE - Gas
Aquila Networks - Gas
Missouri Gas Energy
Missouri Gas Energy Laclede Gas Company