## STATE OF MISSOURI PUBLIC SERVICE COMMISSION

At a session of the Public Service Commission held at its office in Jefferson City on the 9<sup>th</sup> day of May, 2019.

In the Matter of the True-Up of Union Electric Company d/b/a Ameren Missouri's Fuel Adjustment Clause for the 27 <sup>th</sup> Recovery Period	) ) )	File No. EO-2019-0289 Tariff No. YE-2019-0171
In the Matter of the Adjustment of Union Electric	)	
Company d/b/a Ameren Missouri's Fuel Adjustment	)	File No. ER-2019-0287
Clause for the 30 <sup>th</sup> Accumulation Period.	)	Tariff No. YE-2019-0171

# ORDER RESOLVING ANNUAL FUEL ADJUSTMENT CLAUSE TRUE-UP AND TARIFF

Issue Date: May 9, 2019 Effective Date: May 24, 2019

On March 25, 2019, Union Electric Company d/b/a Ameren Missouri ("Ameren Missouri") submitted an application containing its 27<sup>th</sup> true-up filing for its Fuel and Purchased Power Adjustment Clause ("FAC") in Commission File No. ER-2019-0289. Ameren Missouri also seeks approval to adjust its Fuel Adjustment Rates ("FARs") used to calculate its FAC charge billed to customers for Accumulation Period 30 ("AP30") in Commission File No. ER-2019-0287. Ameren Missouri requests that the Commission authorize these adjustments and allow them to be implemented by its revised FAC tariff sheet, Track No. YE-2019-0171. The submitted tariff sheet bears an effective date of May 24, 2019.

The true-up amount identified in this filing is the result of an over-recovery from customers of \$1,673,819, without interest, during Recovery Period 27 ("RP27") from June 1, 2018 through January 31, 2019. Ameren Missouri also accrued interest of

\$1,199,266 during RP27,<sup>1</sup> which results in a total over-recovery from customers for RP27 of \$474,553. The true-up amount for RP27 is used in the calculation of the Fuel and Purchased Power Adjustment amount included in Ameren Missouri's AP30 adjustment filing in compliance with Ameren Missouri's FAC.

The Commission's Staff filed a recommendation regarding Ameren Missouri's true-up on April 25, 2019. Staff examined the direct testimony of Marci L. Althoff, the supporting schedules Ameren Missouri provided with its application in this case, and the monthly information Ameren Missouri has submitted to the Commission. Staff also reviewed Ameren Missouri's monthly interest calculations and agrees with them. Staff recommends the Commission approve Ameren Missouri's RP27 true-up filing.

With regard to Ameren Missouri's request to approve its FAC tariff, the proposed rate schedules would result in a decrease in the bill of a residential customer using 1,000 kWh per month by approximately \$1.57, from a credit of \$0.19 to a credit of \$1.76 per month. The Commission's Staff filed a recommendation regarding Ameren Missouri's tariff on April 25, 2019. Staff verified that Ameren Missouri's actual fuel and purchased power costs match the fuel and purchased power costs included in the company's calculated rates set in the submitted tariff sheet. Staff advises the Commission to approve the tariff sheet to become effective on its May 24, 2019, effective date.

The Commission's rule regarding FACs requires the Commission to issue an order approving or rejecting the company's tariff within 60 days of its filing.<sup>2</sup> If the FAC rate adjustment complies with the Commission's rule, Section 386.266, RSMo 2016, and the FAC mechanism established in the most recent general rate proceeding, the

2

<sup>&</sup>lt;sup>1</sup> The accrued interest of \$1,199,266 during RP27 includes Accumulation Period 27 interest of \$686,011 and interest for True-Up Period 24 of \$513,255.

<sup>&</sup>lt;sup>2</sup> Commission Rule CSR 240-20.090(4).

Commission is required to approve the rate adjustment or allow the proposed tariff implementing the adjustment go into effect by operation of law.<sup>3</sup>

Neither the governing statute<sup>4</sup> nor any other law requires a hearing before approving the unopposed application.<sup>5</sup> Based on the Commission's review of the verified filings, the Commission finds that it is in the public interest to approve Ameren Missouri's application and authorize Ameren Missouri to include the calculated amount in its next FAC accumulation period as previously described. The Commission further finds that the tariff sheet implementing the FAC rate adjustment is in compliance with the Commission's order establishing the FAC and with all applicable statutes and regulations. Therefore, the Commission will approve Ameren Missouri's proposed tariff.

Without Commission action, the tariff will become effective by operation of law on May 24, 2019. Additionally, as noted above, the Commission's rule requires an order be issued within 60 days of the tariff filing. Therefore, the Commission finds this order shall be effective in less than 30 days.

#### THE COMMISSION ORDERS THAT:

1. The true-up amount for Recovery Period 27 is established for Union Electric Company d/b/a Ameren Missouri as an over-collection of \$1,673,819, without interest, and accrued interest of \$1,199,266, for a total over-recovery from customers for the Recovery Period 27 of \$474,553. This total over-recovery shall be reflected in the rate adjustment in Commission File No. ER-2019-0287.

<sup>&</sup>lt;sup>3</sup> *Id*.

<sup>&</sup>lt;sup>4</sup> Section 386.266, RSMo 2016. This section provides for a hearing when the FAC is approved, modified or rejected. It does not require a hearing when annual true-ups are filed by the company. Commission Rule 4 CSR 240-20.090(5) states the Commission may hold a hearing if needed, but one is not required. <sup>5</sup> Section 536.010(4), RSMo 2016, defines a contested case as "a proceeding before an agency in which

<sup>&</sup>lt;sup>a</sup> Section 536.010(4), RSMo 2016, defines a contested case as "a proceeding before an agency in which legal rights, duties or privileges of specific parties are required by law to be determined after hearing." *State ex rel. Rex Deffenderfer Ent., Inc. v. Public Service Commission*, 776 S.W.2d 494, 496 (Mo. App.1989).

2. Union Electric Company d/b/a Ameren Missouri's tariff sheet assigned Tracking No. YE-2019-0171 is approved to be effective May 24, 2019, as an interim rate adjustment, subject to true-up and prudence reviews. The tariff approved is:

# MO. P.S.C. Schedule No. 6

6<sup>th</sup> Revised Sheet No. 74.13, Canceling 5<sup>th</sup> Revised Sheet No. 74.13

- 3. This order shall become effective on May 24, 2019.
- 4. This file shall close on May 25, 2019.

### BY THE COMMISSION



Morris L. Woodruff Secretary

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Silvey, Chm., Kenney, Hall, Rupp, and Coleman, CC., concur.

Hatcher, Regulatory Law Judge