

Exhibit No.:  
Issues: Fuel Adjustment Clause  
Witness: Matthew J. Barnes  
Sponsoring Party: MO PSC Staff  
Type of Exhibit: Surrebuttal Testimony  
Case No.: ER-2014-0258  
Date Testimony Prepared: February 6, 2015

**MISSOURI PUBLIC SERVICE COMMISSION**

**REGULATORY REVIEW DIVISION**

**SURREBUTTAL TESTIMONY**

**OF**

**MATTHEW J. BARNES**

**UNION ELECTRIC COMPANY d/b/a AMEREN MISSOURI**

**CASE NO. ER-2014-0258**

*Jefferson City, Missouri  
February 2015*

**\*\* Denotes Highly Confidential Information \*\***

**NP**

**BEFORE THE PUBLIC SERVICE COMMISSION  
OF THE STATE OF MISSOURI**

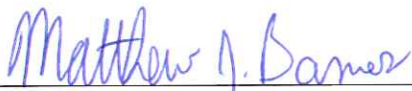
In the Matter of Union Electric Company )  
d/b/a Ameren Missouri's Tariff to Increase )  
Its Revenues for Electric Service )

Case No. ER-2014-0258

**AFFIDAVIT OF MATTHEW J. BARNES**


STATE OF MISSOURI    )  
                                  ) ss  
COUNTY OF COLE     )

Matthew J. Barnes, of lawful age, on his oath states: that he has participated in the preparation of the following Surrebuttal Testimony in question and answer form, consisting of 2 pages of Surrebuttal Testimony to be presented in the above case, that the answers in the following Surrebuttal Testimony were given by him; that he has knowledge of the matters set forth in such answers; and that such matters are true to the best of his knowledge and belief.

  
\_\_\_\_\_  
Matthew J. Barnes

Subscribed and sworn to before me this 6<sup>th</sup> day of February, 2015.

SUSAN L. SUNDERMEYER  
Notary Public - Notary Seal  
State of Missouri  
Commissioned for Callaway County  
My Commission Expires: October 28, 2018  
Commission Number: 14942086

  
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Notary Public

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**SURREBUTTAL TESTIMONY**

**OF**

**MATTHEW J. BARNES**

**UNION ELECTRIC COMPANY d/b/a AMEREN MISSOURI**

**CASE NO. ER-2014-0258**

13 Q. Please state your name and business address?

14 A. My name is Matthew J. Barnes and my business address is Missouri Public  
15 Service Commission, P.O. Box 360, Jefferson City, MO 65102.

16 Q. What is your position at the Commission?

17 A. I am a Utility Regulatory Auditor IV in the Energy Unit of the Regulatory  
18 Review Division.

19 Q. Are you the same Matthew J. Barnes that contributed to Staff's Revenue  
20 Requirement Cost of Service Report filed on December 5, 2014, and to Staff's Class Cost of  
21 Service Rate Design Report ("CCOS") filed on December 19, 2014, and rebuttal testimony  
22 filed on January 16, 2015?

23 A. Yes, I am.

24 Q. What is the purpose of your rebuttal testimony?

25 A. The purpose of my surrebuttal testimony is to provide the Missouri Public  
26 Service Commission ("Commission") additional information on Mr. Brubaker's Fuel  
27 Adjustment Clause ("FAC") proposal on behalf of Missouri Industrial Energy Consumer's  
28 ("MIEC") concerning Noranda.

**Additional Fuel Adjustment Clause Information**

29 Q. Please respond to Mr. Brubaker's rebuttal testimony concerning Noranda?

Surrebuttal Testimony of  
Matthew J. Barnes

1           A.     Mr. Brubaker's proposal is to remove Noranda's energy component from the  
2 FAC but to not remove its fuel and purchased power costs net off-system sales revenues.<sup>1</sup> If  
3 Noranda is removed from the FAC, the risk of fuel and purchased power costs net off-system  
4 sales revenues shift to all other rate classes.

5           Q.     How would this shift of the risk of fuel and purchased power costs net off-  
6 system sales revenues impact all other rate classes?

7           A.     Staff's CCOS Report includes Ameren Missouri's Base Factors of  
8 \*\* \_\_\_\_\_ \*\* per kWh and \*\* \_\_\_\_\_ \*\* per kWh for summer and winter, respectively.  
9 If the Commission accepts Mr. Brubaker's proposal, Ameren Missouri's Base Factors for all  
10 other customers increase to \*\* \_\_\_\_\_ \*\* per kWh and \*\* \_\_\_\_\_ \*\* per kWh for  
11 summer and winter respectively.<sup>2</sup> Staff witness Sarah Kliethermes describes in more detail in  
12 her rebuttal and surrebuttal testimony the shifts in costs to the other rate classes if the  
13 Commission accepts Noranda's proposal.

14          Q.     Do you provide other Base Factor scenarios for the Commission's  
15 consideration when it determines whether or not Noranda should be included or excluded  
16 from Ameren's FAC?

17          A.     Yes. In *Staff's Report to Ameren Missouri's Noranda Proposal*, I provide  
18 three BF scenarios:

19           Scenario 1: Staff's BF calculation that includes Noranda;

20           Scenario 2: Staff's BF calculation that excludes Noranda's portion of kWh sales;

21           Scenario 3: Staff's BF calculation that excludes Noranda's portion of kWh sales and  
22 its portion of fuel and purchased power costs net off-system sales revenues.

23          Q.     Does this conclude your testimony?

24          A.     Yes.

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<sup>1</sup> The formula for the Base Factors = Dollars divided by kWh Sales.

<sup>2</sup> Staff's Base Factors will be updated in True-up Direct testimony that will be filed March 17, 2015.