Exhibit No.: Issue(s): Green Button Witness: Clark E. Allen Type of Exhibit: Rebuttal Testimony Sponsoring Party: Union Electric Company File No.: ER-2024-0319 Date Testimony Prepared: January 17,2025

MISSOURI PUBLIC SERVICE COMMISSION

FILE NO. ER-2024-0319

REBUTTAL TESTIMONY

OF

CLARK E. ALLEN

ON

BEHALF OF

UNION ELECTRIC COMPANY

D/B/A AMEREN MISSOURI

St. Louis, Missouri January 2025

TABLE OF CONTENTS

I.	INTRODUCTION	1
II.	FLAWED COST ESTIMATION LOGIC	3
III.	EXISTING DATA ACCESS CAPABILITIES ARE SUFFICIENT	7
IV.	CONCLUSION	9

REBUTTAL TESTIMONY

OF

CLARK E. ALLEN

FILE NO. ER-2024-0319

1	I. <u>INTRODUCTION</u>
2	Q. Please state your name and business address.
3	A. My name is Clark E. Allen. My business address is One Ameren Plaza, 1901
4	Chouteau Ave., St. Louis, Missouri.
5	Q. By whom are you employed and what is your position?
6	A. I am employed by Ameren Services Company ("the Company"), an affiliate
7	of Ameren Missouri, as Director, Digital Smart Metering. Ameren Services Company
8	provides various support service to Ameren Missouri and its affiliates at cost.
9	Q. Please describe your educational background and employment
10	experience.
11	A. I received a Bachelor of Science in Information Science and Technology
12	from the University of Missouri-Rolla in 2008. I initially joined Ameren as a student/coop
13	in 2007 serving as a network engineer and joined the company full time in 2008 in the same
14	role. Since that time, I have held various positions with increasing responsibilities. I have
15	previously held positions including Supervisor, Enterprise Architecture where I led a
16	digital team responsible for establishing and driving enterprise architecture principles for
17	operational technology and data center technology functional areas; and Senior Manager,
18	Digital Portfolio Management where I led a digital program delivery team responsible for

Rebuttal Testimony of Clark E. Allen

1 smart meter system integration, including program management, project management, and

2 technical delivery.

3

Q. What are your responsibilities in your current position?

4 In my current role as Director, Digital Smart Metering, I lead a team of A. 5 and engineers supporting Ameren affiliates' advanced metering technologists 6 infrastructure ("AMI") projects and associated digital systems, including Ameren 7 Missouri's. As part of my role, I lead the definition, planning, and execution of strategic 8 digital projects that span customer technology verticals, including projects pertaining to 9 customer data access technologies, such as Green Button Download My Data ("GBD") and 10 Green Button Connect My Data ("GBC") that are enabled by AMI technology.

- Q. Is this the first time you have testified before the Missouri Public
 Service Commission?
- 13 A. Yes.
- 14 Q. In what other states have you testified before a public utility15 commission?

A. I have testified before the Illinois Commerce Commission on topics
pertaining to customer and third-party data access, including GBC technology, as part of
recent multi-year grid plan¹ proceedings.

19

Q. What is the purpose of your rebuttal testimony?

A. The purpose of my rebuttal testimony is to respond to Renew Missouri witness
Michael Murray on topics pertaining to GBC. Company witness Steve Wills addresses the

¹ ICC Consolidated Dockets 23-0082. Petition for Approval of a Multi-Year Rate Plan pursuant to 220 ILCS 5/16-108.18.

Rebuttal Testimony of Clark E. Allen

1 appropriateness of his proposed tariff as a regulatory mechanism to mandate this project in his

- 2 rebuttal testimony.
- 3

0. Please summarize your rebuttal testimony.

4 I recommend the Commission reject Mr. Murray's proposal in its entirety. Mr. A. 5 Murray relies on a flawed approach to derive his proposed revenue requirement, which I will 6 show substantially underestimates the total project costs. Furthermore, Mr. Murray discounts 7 existing data access capabilities as being inadequate, without a point of reference on customer 8 adoption and use of those technologies. Lastly, I will show that GBC is far from universally 9 adopted and used by third parties even when made available by utilities.

10

II. **FLAWED COST ESTIMATION LOGIC**

11 Q. Please summarize Mr. Murray's proposed GBC project cost and logic driving his cost estimates.

12

13 A. Mr. Murray proposed a total revenue requirement addition of \$851,000 for 14 Ameren Missouri to implement GBC, with \$751,000 allocated for initial implementation and 15 \$100,000 designated for studying participation in a regional data hub. His estimates are based 16 on average cost per meter from jurisdictions that implemented GBC between 2017 and 2020. 17 He discards data for GBC programs prior to 2017, stating that technology has matured over time 18 leading to decreased costs to implement. He surmises that \$0.60 per meter would be adequate 19 for Ameren Missouri to deploy GBC.

20

21

Q. Do you have concerns with the approach used by Mr. Murray to determine the revenue requirement and associated project costs?

22 A. Yes. Mr. Murray's approach fails to consider major differences amongst GBC 23 implementations that drastically affect the total project cost. For instance, if a utility already has Rebuttal Testimony of Clark E. Allen

a technology partner providing customer data presentment capabilities, and that partner already
has access to necessary data sets required for GBC, costs to implement GBC will be
significantly lower as will ongoing hosting/support costs for that utility. If a new technology
partner is required, along with new integrations, and testing, costs will be markedly higher for
the utility.

6 Further, Mr. Murray's analysis discards all projects prior to 2017 and fails to provide 7 data for more recent projects after 2020. In doing so, the range of costs is artificially limited to 8 exclude projects that are assumed to be custom built (pre-2017) or more recent projects that 9 would be impacted by significant inflationary pressures for both software and labor costs (post-10 2020). In effect, he ignores that software and labor costs significantly more today than it did 11 several years ago.

Q. Mr. Murray states that the cost to implement GBC should decrease over
time as the technology matures and becomes more commonplace. In your experience, is
this conclusion reasonable?

A. While I generally agree with Mr. Murray's assessment that the cost to implement early custom-built GBC solutions would be somewhat higher than the cost to implement a mature GBC product, his overly broad generalization regarding cost decreases fails to account for several key factors that must be considered.

Mr. Murray disregards one key aspect of GBC projects: whether the project is a capability expansion with an existing technology partner, or net-new capabilities with a new technology partner. This distinction helps explain the high degree of variability in costs shared by Mr. Murray. Leveraging existing partners will result in substantially lower costs while engaging with a new partner will result in significantly higher project costs.

4

Rebuttal Testimony of Clark E. Allen

Additionally, software and labor costs rose sharply resulting from historic inflationary pressures as reflected in the consumer price index ("CPI") between 2020-2024. It is commonplace for software contracts and hosting agreements to account for increasing annual costs resulting from CPI fluctuations, with some even referencing it directly. Figure 1 highlights the heightened effects of inflation across the period in question.

6

Figure 1. CPI for All Urban Consumers (2014-2024)²

Year	Jan	Feb	Mar	Apr	Мау	Jun	Jul	Aug	Sep	Oct	Nov	Dec	HALF1	HALF2
2014	233.916	234.781	236.293	237.072	237.900	238.343	238.250	237.852	238.031	237.433	236.151	234.812	236.384	237.088
2015	233.707	234.722	236.119	236.599	237.805	238.638	238.654	238.316	237.945	237.838	237.336	236.525	236.265	237.769
2016	236.916	237.111	238.132	239.261	240.229	241.018	240.628	240.849	241.428	241.729	241.353	241.432	238.778	241.237
2017	242.839	243.603	243.801	244.524	244.733	244.955	244.786	245.519	246.819	246.663	246.669	246.524	244.076	246.163
2018	247.867	248.991	249.554	250.546	251.588	251.989	252.006	252.146	252.439	252.885	252.038	251.233	250.089	252.125
2019	251.712	252.776	254.202	255.548	256.092	256.143	256.571	256.558	256.759	257.346	257.208	256.974	254.412	256.903
2020	257.971	258.678	258.115	256.389	256.394	257.797	259.101	259.918	260.280	260.388	260.229	260.474	257.557	260.065
2021	261.582	263.014	264.877	267.054	269.195	271.696	273.003	273.567	274.310	276.589	277.948	278.802	266.236	275.703
2022	281.148	283.716	287.504	289.109	292.296	296.311	296.276	296.171	296.808	298.012	297.711	296.797	288.347	296.963
2023	299.170	300.840	301.836	303.363	304.127	305.109	305.691	307.026	307.789	307.671	307.051	306.746	302.408	306.996
2024	308.417	310.326	312.332	313.548	314.069	314.175	314.540	314.796	315.301	315.664	315.493		312.145	

7

8 Given CPI rose by nearly 23% between 2020-2024, I would expect the average GBC 9 implementation cost to substantially increase over that period primarily driven by higher 10 software, hosting, and labor costs. Mr. Murray's analysis fails to account for inflationary imparts 11 on project costs entirely.

Q. Does Mr. Murray's proposal to implement GBC now and study the appropriateness of a regional data hub later make sense?

A. No. Mr. Murray's proposal to move forward with GBC implementation now and later study a regional data hub places inherent risk on ratepayers that will result in solution redesign and duplicative costs. The complexity of a stand-alone GBC implementation is

² Consumers Price Index for Urban Consumers. U.S. Bureau of Labor Statistics. https://data.bls.gov/timeseries/CUUR0000SA0.

1	significantly less than that of a regional data hub where multiple utilities participate. Given the							
2	differences, it's highly likely that additional investment, if not total redesign of a GBC solution,							
3	would be required to integrate into a regional data hub after the fact.							
4	Q.	Has Ameren Missouri evaluated the cost to implement a Green Button						
5	Connect solu	ition?						
6	А.	No.						
7	Q.	Have any Company affiliates implemented GBC?						
8	А.	Yes. Ameren Illinois implemented an early version of GBC under the						
9	program nar	ne Share My Usage in 2017 as a result of a third-party data access docket ³						
10	approved by	the Illinois Commerce Commission ("ICC").						
11	Q.	What were Ameren Illinois' costs for the Share My Usage program?						
12	А.	**						
13								
14								
15								
16								
17								
18								
19								
20								
21	**							

³ ICC Docket 15-0073. Investigation into Customer Authorization Required for Access by Third Parties Other Than Retail Electric Suppliers to Advanced Metering Infrastructure Interval Meter Data.

1	Q.	If the Commission orders Ameren Missouri to implement GBC, what
2	would be a r	easonable cost estimate?
3	А.	Ameren Illinois recently developed a cost estimate to modernize its Green
4	Button Conn	ect solution as part of their Multi-Year Grid Plan ⁴ proceeding. The total revenue
5	requirement	for this project was estimated at \$4.76M,5 which included consideration of the
6	complex nat	are of the Company's back-office IT systems, leveraging third-party technical
7	expertise and	implementation support, establishing a new technology partner relationship, and
8	the impacts o	f inflation on overall implementation costs. To develop an accurate estimate,
9	Ameren Miss	souri would need time to adapt this proposal to match its requirements. This
10	approach wo	uld be more prudent for both the Company and its customers. But the Ameren
11	Illinois cost e	stimate strongly suggests that Mr. Murray's estimate is far too low.
12	III.	EXISTING DATA ACCESS CAPABILITIES ARE SUFFICIENT
13	Q.	Does the Company offer existing data access capabilities to customers?
14	А.	Yes. As Mr. Murray highlights, the Company implemented GBD functionality
15	in 2023. Thi	s functionality enables customers to retrieve usage data in both Green Button
16	extensible ma	arkup language ("XML") format and comma-separated value ("CSV") format as
17	part of the M	y Energy Manager solution on its customer portal.
18	Q.	Have customers widely adopted the use of the GBD functionality?
19	А.	Not yet. Throughout last year, only 1.5% of active users on the My Energy
20	Manager plat	form took advantage of the GBD functionality. When considering the Company's
21	1.2M electric	customer count, the engagement rate, per customer, is less than 0.1%.

 ⁴ ICC Consolidated Dockets 23-0082/22-0487 (cons.) Petition for Approval of a Multi-Year Rate Plan pursuant to 220 ILCS 5/16-108.18.
 ⁵ ICC Consolidated Docket 23-0082/22-0487 (cons.) Ameren Brief on Exception. Section II Sub H. P.53.

Month	Downloads	Active Users	Download %
2024-01	691	50,935	1.36%
2024-02	593	36,151	1.64%
2024-03	531	34,731	1.53%
2024-04	588	31,135	1.89%
2024-05	547	38,666	1.41%
2024-06	658	39,228	1.68%
2024-07	815	55,383	1.47%
2024-08	711	42,772	1.66%
2024-09	448	32,278	1.39%
2024-10	564	33,651	1.68%
2024-11	405	37,949	1.07%
2024-12	549	39,152	1.40%
Total	7,100	472,031	1.50%

Table 1. My Energy Manager Active Users and Total Downloads.



1

Q. What observations regarding customer and third-party participation do

3 you have regarding Ameren Illinois' Share My Usage program?

4	A. **
5	
6	
7	
8	
9	
10	**
11	Q. Given the limited customer engagement with existing data access
12	functionality, would you expect adoption of GBC to be different at this time?
13	A. No. Given the low adoption of GBD in Ameren Missouri, and low participation
14	in GBC in Ameren Illinois, I would not expect a high rate of adoption of a GBC solution at this
15	time. However, the Company will continue to monitor broader industry trends related to

customer data access technologies (i.e., GBC and GBD) and adapt its long-term strategy as
 needed if and when those dynamics change.

3

IV. <u>CONCLUSION</u>

4

Q. Please summarize your rebuttal testimony.

5 I recommend the Commission reject Mr. Murray's proposed tariff and his A. 6 mandate that the Company implement GBC. Mr. Murray's cost estimates have 7 considerable flaws and fail to account for actual project costs that would be borne by 8 ratepayers. Customers have access to a robust data access platform today in GBD, but 9 customer engagement with that platform remains low, despite high customer engagement 10 rates overall with My Energy Manager customer portal. Furthermore, experience with 11 Ameren Illinois Share My Usage program indicates that even though GBC is implemented 12 and available for third parties to use, demand for the capability remains nearly nonexistent.

13

Q. Does this conclude your rebuttal testimony?

14 A. Yes, it does.

BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

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

Case No. ER-2024-0319

AFFIDAVIT OF CLARK E. ALLEN

)

)

STATE OF MISSOURI)) ss **CITY OF ST. LOUIS**)

Clark E. Allen, being first duly sworn states:

My name is Clark E. Allen, and on my oath declare that I am of sound mind and lawful age; that I have prepared the foregoing Rebuttal Testimony; and further, under the penalty of perjury, that the same is true and correct to the best of my knowledge and belief.

> /s/ Clark E. Allen Clark E. Allen

Sworn to me this 16th day of January, 2025.