

Docket No.: 04-0685
Bench Date: 09-14-05
Deadline: N/A

MEMORANDUM

TO: The Commission
FROM: John D. Albers, Administrative Law Judge
DATE: August 22, 2005
SUBJECT: Illinois Commerce Commission
On Its Own Motion
-vs-
Union Electric Company

Reconciliation of revenues collected under gas adjustment charges with actual costs prudently incurred.

RECOMMENDATION: Enter the attached Order approving the reconciliation.

On November 10, 2004, the Commission initiated this purchased gas adjustment ("PGA") charge reconciliation proceeding. Union Electric Company ("UE") presented evidence that it over recovered gas costs from its customers during 2004 by the amount of \$351,367. When the under-recovery from prior periods is subtracted, the over-recovery amounts to \$299,720. When the amortized Factor A Adjustments of \$299,506 are matched against the over-recovery of \$299,720, AmerenUE Exhibit 1.1 shows an unamortized balance of \$213. The reconciliation in this proceeding does not require an Ordered Reconciliation Factor.

Staff recommends that the Commission accept UE's proposed PGA reconciliation. Staff also states that it found no reason to dispute UE's assertion that all gas supply purchases were prudently incurred in 2004. No petitions to intervene were received. The attached Order approves the reconciliation. There is no deadline for Commission action.

JDA