

**STATE OF ILLINOIS
ILLINOIS COMMERCE COMMISSION**

AMEREN ILLINOIS COMPANY)	
d/b/a Ameren Illinois)	
)	Docket No. 11-0669
)	
Rider PSP – Power Smart Pricing)	
Verification of Revenues Recovered)	

DRAFT PROPOSED ORDER

By the Commission

Pursuant to the terms of Rider PSP, Ameren Illinois Company d/b/a Ameren Illinois (“Ameren Illinois” or “AIC”) filed its Verified Petition on October 3, 2011. The Petition sought Commission review in order to provide for correction of any accounting errors that may have occurred in the application of the provisions of Rider PSP covering the period of 2007 through 2010 reporting years.

Pursuant to proper legal notice, a hearing was held in this matter before a duly authorized Administrative Law Judge of the Commission at its offices in Springfield, Illinois on April 19, 2012. Appearances were entered by Commission Staff ("Staff") and counsel for Ameren Illinois, who appeared telephonically. The participants were afforded the opportunity to cross-examine all witnesses and to offer evidence with respect to all issues in this proceeding. At the conclusion of the aforesaid evidentiary hearing, the record was marked “Heard and Taken.”

Ameren Illinois Direct Testimony

Ms. Nancy Gudeman, Regulatory Specialist, testified on behalf of Ameren Illinois. Her responsibilities include coordinating regulatory filings for AIC’s riders, including Rider PSP. Ms. Gudeman sponsored direct testimony identified as Ameren

Exhibit 1.0. She proposed changing the formula in the tariff to include two new components in order to accommodate the over/under recoveries that may occur:

$$RICt = (WIC(t-1) + PA(t-1) - PC(t-1) + PE(t-1) + DPt + AB+ O) / Ct.$$

Staff Direct Testimony

Mr. Scott Tolsdorf, an Accountant in the Accounting Department of the Financial Analysis Division of the Commission, provided revised direct testimony, identified as ICC Staff Exhibit 1.0R. He did not recommend any adjustments to AIC's Rider PSP reconciliation for the years 2007 through 2010. He testified that the Rider PSP tariff does not currently include a mechanism to address any over/under collections or Commission ordered adjustments. Mr. Tolsdorf stated that Staff concurs with Ameren Illinois' proposed tariff formula. Staff recommended AIC provide new language in its rebuttal testimony to more accurately define Ct.

Ameren Illinois Rebuttal Testimony

Ms. Gudeman also sponsored rebuttal testimony identified as Ameren Exhibit 2.0. In response to Staff Direct Testimony, Ms. Gudeman testified that AIC agrees with Staff witness Mr. Tolsdorf to change the Ct definition within the Rider PSP and proposed new tariff language. The proposed language is as follows:

Ct = Customer, equal to the number of Residential Customer bills for the applicable period used to develop prices in the Company's most recently approved Delivery Services rate cases.

Conclusion

The Commission, having considered the entire record and being fully advised in the premises, is of the opinion and finds that:

- (1) Ameren Illinois is a corporation engaged in the distribution of electric service to the public in Illinois, and, as such, is a public utility within the meaning of the Public Utilities Act;
- (2) the Commission has jurisdiction over Ameren Illinois and of the subject matter of this proceeding;
- (3) the statements of fact set forth in the prefatory portion of this Order are supported by the record and are hereby adopted as findings of fact;
- (4) the evidence shows that Ameren Illinois experienced an under recovery of \$55,936 for the reconciliation period of 2007 through 2010 as reflected in Appendix A attached hereto;
- (5) Ameren Illinois' recommended changes to tariff language related to the definition of Ct, as stated previously in this Order, should be approved;
- (6) Ameren Illinois' recommended changes to the tariff formula to address the absence of over/under recovery mechanism, as stated previously in this Order, should be approved; and
- (7) all motions, petitions, objections, or other matters in this proceeding that remain unresolved should be resolved consistent with the conclusion contained herein;

IT IS THEREFORE ORDERED by the Illinois Commerce Commission that the reconciliation submitted by Ameren Illinois of the revenues collected under its Rider PSP tariff for the period of 2007 through 2010 with an under recovery of \$55,936, as reflected in the attached Appendix A, is hereby approved.

IT IS FURTHER ORDERED that Ameren Illinois has thirty (30) days to file an amended tariff reflecting the changes to tariff language related to the definition of Ct, as stated previously in this Order.

IT IS FURTHER ORDERED that Ameren Illinois has thirty (30) days to file an amended tariff reflecting changes to the tariff formula to address the absence of over/under recovery mechanism, as stated previously in this Order.

IT IS FURTHER ORDERED that all motions, petitions, objections, or other matters in this proceeding that remain unresolved are hereby resolved consistent with the conclusion contained herein.

IT IS FURTHER ORDERED that subject to the provisions of Section 10-113 of the Public Utilities Act and 83 Ill. Adm. Code 200.800, this Order is final; it is not subject to the Administrative Review Law.

By order of the Commission this ____ day of _____, 2012.

DOUGLAS P. SCOTT, Chairman