

Ameren Illinois Company Gas Rate Zone I
Statement of Operating Income with Adjustments
For the Test Year Ending December 31, 2014
(In Thousands)

Line No.	Description	Company Rebuttal Present (AIC Ex. 17.1 Sch. 1)	Adjustments (App. A, p. 4)	Pro Forma Present (Cols. b+c)	Company Proposed Increase (AIC Ex. 17.1 Sch. 1)	Gross Revenue Conversion Factor	Proposed Rates With Adjustments (Cols. d+e+f)	Adjustment To Proposed Increase	Approved Operating Statement per Order (Cols. g+h)	Hillsboro Used & Useful Allowance	Approved Pro Forma w Hillsboro Allowance (Cols. i+j)
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)
1	Gas Operating Revenues	\$ 74,303	\$ -	\$ 74,303	\$ 11,391	\$ -	\$ 85,694	\$ (3,525)	\$ 82,169	\$ 17	\$ 82,186
2	Other Revenues	942	107	1,049	-	-	1,049	-	1,049	-	1,049
3	Total Operating Revenue	75,245	107	75,352	11,391	\$ -	86,743	(3,525)	83,218	17	83,235
4	Uncollectible Accounts	707	2	709	107	-	816	(33)	783	-	783
5	Cost of Gas	-	-	-	-	-	-	-	-	-	-
6	Production Expenses	228	-	228	-	-	228	-	228	-	228
7	Storage, Term., and Proc. Expenses	2,485	-	2,485	-	-	2,485	-	2,485	-	2,485
8	Transmission Expenses	1,243	-	1,243	-	-	1,243	-	1,243	-	1,243
9	Distribution Expenses	19,632	44	19,676	-	-	19,676	-	19,676	-	19,676
10	Cust. Accounts, Service and Sales	6,576	-	6,576	-	-	6,576	-	6,576	-	6,576
11	Administrative and General Expenses	13,097	(1,203)	11,894	-	-	11,894	-	11,894	-	11,894
12	Depreciation and Amortization	8,836	71	8,907	-	-	8,907	-	8,907	-	8,907
13	Taxes Other than Income	3,403	(5)	3,398	-	-	3,398	-	3,398	-	3,398
14	rounding	-	-	-	-	-	-	-	-	-	-
15	Total Operating Expense	-	-	-	-	-	-	-	-	-	-
16	Before Income Taxes	56,207	(1,091)	55,116	107	-	55,223	(33)	55,190	-	55,190
17	State Income Tax	1,089	186	1,275	1,072	-	2,347	(332)	2,015	2	2,017
18	Federal Income Tax	3,631	620	4,251	3,574	-	7,825	(1,106)	6,719	5	6,724
19	Deferred Taxes and ITCs Net	(121)	-	(121)	-	-	(121)	-	(121)	-	(121)
20	Total Operating Expenses	60,806	(285)	60,521	4,753	-	65,274	(1,471)	63,803	7	63,810
21	NET OPERATING INCOME	\$ 14,439	\$ 392	\$ 14,831	\$ 6,638	\$ -	\$ 21,469	\$ (2,054)	\$ 19,415	\$ 10	\$ 19,425
22	Rate Base (Appendix A, Page 5)								\$ 246,908		
23	Overall Rate of Return (per Order)								7.86%		
24	Non-Used and Useful Investment (AIC Schedule B-2.1)										347
25	Rate of Return Excluding Common Equity Return (per Order)										2.82%
26	Revenue Change from Co. Rebuttal Present (with and without Hillsboro Used & Useful) (Cols. (i) and (k), Line 3 minus Col. (d), Line 3)								\$ 7,866		\$ 7,883
27	Percentage Revenue Change (Col. (i), Line 26 divided by Col. (d), Line 3)								10.44%		10.46%

Ameren Illinois Company Gas Rate Zone I
Adjustments to Operating Income
For the Test Year Ending December 31, 2014
(In Thousands)

Line No.	Description	Interest Synchronization (App. A, p. 8)	Charitable Contributions (AG Ex. 5.1, p. 4)	Uncollectible Expense (Staff Ex. 11.0, (Rev.), Sch. 11.02)	Non-Union Wage Increase (AIC Cross Exhibit 5)	Outside Professional Services (AIC Cross Exhibit 7)	Employee Benefits (Staff Ex. 11.0, (Rev.), Sch. 11.05)	Rate Case Expense (Per Order)	Subtotal Operating Statement Adjustments
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)
1	Gas Operating Revenues	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2	Other Revenues	-	-	-	-	-	-	-	-
3	Total Operating Revenue	-	-	-	-	-	-	-	-
4	Uncollectible Accounts	-	-	1	-	-	-	-	1
5	Cost of Gas	-	-	-	-	-	-	-	-
6	Production Expenses	-	-	-	-	-	-	-	-
7	Storage, Term., and Proc. Expenses	-	-	-	-	-	-	-	-
8	Transmission Expenses	-	-	-	-	-	-	-	-
9	Distribution Expenses	-	-	-	-	-	-	-	-
10	Cust. Accounts, Service and Sales	-	-	-	-	-	-	-	-
11	Administrative and General Expenses	-	(32)	-	(54)	(26)	(926)	-	(1,038)
12	Depreciation and Amortization	-	-	-	-	-	-	-	-
13	Taxes Other than Income	-	-	-	(5)	-	-	-	(5)
14		-	-	-	-	-	-	-	-
15	Total Operating Expense	-	(32)	1	(59)	(26)	(926)	-	(1,042)
16	Before Income Taxes	-	(32)	1	(59)	(26)	(926)	-	(1,042)
17	State Income Tax	72	3	-	6	2	88	-	171
18	Federal Income Tax	240	10	-	19	8	293	-	570
19	Deferred Taxes and ITCs Net	-	-	-	-	-	-	-	-
20	Total Operating Expenses	312	(19)	1	(34)	(16)	(545)	-	(301)
21	NET OPERATING INCOME	\$ (312)	\$ 19	\$ (1)	\$ 34	\$ 16	\$ 545	\$ -	\$ 301

Ameren Illinois Company Gas Rate Zone I
Adjustments to Operating Income
For the Test Year Ending December 31, 2014
(In Thousands)

Line No.	Description	Subtotal Operating Statement Adjustments	Rental Revenues (AG Ex. 5.1, p. 3)	Advertising Expense (AG Ex. 5.1, p. 6)	Industry Dues (Staff Ex. 13.0, Sch. 13.04)	Credit Card Expense (Per Order)	Corrosion Control Expense (AIC Cross Exhibit 2)	SVT Program (AIC Ex. 31.4 Schedule 1)	Subtotal Operating Statement Adjustments
	(a)	(j)	(k)	(l)	(m)	(n)	(o)	(p)	(q)
1	Gas Operating Revenues	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2	Other Revenues	-	107	-	-	-	-	-	107
3	Total Operating Revenue	-	107	-	-	-	-	-	107
4	Uncollectible Accounts	1	1	-	-	-	-	-	2
5	Cost of Gas	-	-	-	-	-	-	-	-
6	Production Expenses	-	-	-	-	-	-	-	-
7	Storage, Term., and Proc. Expenses	-	-	-	-	-	-	-	-
8	Transmission Expenses	-	-	-	-	-	-	-	-
9	Distribution Expenses	-	-	-	-	-	-	94	94
10	Cust. Accounts, Service and Sales	-	-	-	-	-	-	-	-
11	Administrative and General Expense:	(1,038)	-	(94)	-	-	(71)	-	(1,203)
12	Depreciation and Amortization	-	-	-	-	-	-	71	71
13	Taxes Other than Income	(5)	-	-	-	-	-	-	(5)
14		-	-	-	-	-	-	-	-
15	Total Operating Expense								
16	Before Income Taxes	(1,042)	1	(94)	-	-	(71)	165	(1,041)
17	State Income Tax	171	10	9	-	-	7	(16)	181
18	Federal Income Tax	570	34	30	-	-	22	(52)	604
19	Deferred Taxes and ITCs Net	-	-	-	-	-	-	-	-
20	Total Operating Expenses	(301)	45	(55)	-	-	(42)	97	(256)
21	NET OPERATING INCOME	\$ 301	\$ 62	\$ 55	\$ -	\$ -	\$ 42	\$ (97)	\$ 363

Ameren Illinois Company Gas Rate Zone I
Adjustments to Operating Income
For the Test Year Ending December 31, 2014
(In Thousands)

Line No.	Description	Subtotal Operating Statement Adjustments	JULIE Locate Requests (AG Ex. 5.1, p. 2, Line 8)	Sewer Cross Bore Inspections (AG Ex. 5.1, p. 2, Line 5)	(Source)	(Source)	(Source)	(Source)	Total Operating Statement Adjustments
	(a)	(r)	(s)	(t)	(u)	(v)	(w)	(x)	(y)
1	Gas Operating Revenues	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2	Other Revenues	107	-	-	-	-	-	-	107
3	Total Operating Revenue	107	-	-	-	-	-	-	107
4	Uncollectible Accounts	2	-	-	-	-	-	-	2
5	Cost of Gas	-	-	-	-	-	-	-	-
6	Production Expenses	-	-	-	-	-	-	-	-
7	Storage, Term., and Proc. Expenses	-	-	-	-	-	-	-	-
8	Transmission Expenses	-	-	-	-	-	-	-	-
9	Distribution Expenses	94	(38)	(12)	-	-	-	-	44
10	Cust. Accounts, Service and Sales	-	-	-	-	-	-	-	-
11	Administrative and General Expenses	(1,203)	-	-	-	-	-	-	(1,203)
12	Depreciation and Amortization	71	-	-	-	-	-	-	71
13	Taxes Other than Income	(5)	-	-	-	-	-	-	(5)
14		-	-	-	-	-	-	-	-
15	Total Operating Expense								
16	Before Income Taxes	(1,041)	(38)	(12)	-	-	-	-	(1,091)
17	State Income Tax	181	4	1	-	-	-	-	186
18	Federal Income Tax	604	12	4	-	-	-	-	620
19	Deferred Taxes and ITCs Net	-	-	-	-	-	-	-	-
20	Total Operating Expenses	(256)	(22)	(7)	-	-	-	-	(285)
21	NET OPERATING INCOME	\$ 363	\$ 22	\$ 7	\$ -	\$ -	\$ -	\$ -	\$ 392

Ameren Illinois Company Gas Rate Zone I
Rate Base
For the Test Year Ending December 31, 2014
(In Thousands)

Line No.	Description	Company Rebuttal Rate Base (AIC Ex. 17.1 Sch. 2)	Adjustments (App. A, p. 6)	Per Order Rate Base (Col. b+c)
	(a)	(b)	(c)	(d)
1	Gross Plant in Service	\$ 488,690	\$ 606	\$ 489,296
2	Accumulated Depreciation and Amortization	(217,855)	(71)	(217,926)
3		-	-	-
4	Net Plant	270,835	535	271,370
5	Additions to Rate Base			
6	Cash Working Capital	4,930	(1,041)	3,889
7	Materials & Supplies Inventory	16,620	-	16,620
8		-	-	-
9		-	-	-
10		-	-	-
11		-	-	-
12		-	-	-
13		-	-	-
14		-	-	-
15		-	-	-
16	Deductions From Rate Base			
17	Accumulated Deferred Income Taxes	(40,494)	(62)	(40,556)
18	Customer Advances for Construction	(2,196)	-	(2,196)
19	Customer Deposits	(2,140)	-	(2,140)
20	Budget Payment Plan Balances	(79)	-	(79)
21		-	-	-
22		-	-	-
23	Rate Base	<u>\$ 247,476</u>	<u>\$ (568)</u>	<u>\$ 246,908</u>

Ameren Illinois Company Gas Rate Zone I
Adjustments to Rate Base
For the Test Year Ending December 31, 2014
(In Thousands)

Line No.	Description	Cash Working Capital (App. A, p. 10)	ADIT Metro East Asset Transfer (Per Order)	Non-Union Wage Increase (AIC Cross Exhibit 5)	Employee Benefits (Staff Ex. 11.0, (Rev.) Sch. 11.05)	SVT Program (AIC Ex. 31.4 Schedule 1)	(Source)	(Source)	Total Rate Base Adjustments
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)
1	Gross Plant in Service	\$ -	\$ -	\$ (15)	\$ (92)	\$ 713	\$ -	\$ -	\$ 606
2	Accumulated Depreciation and Amortization	-	-	-	-	(71)	-	-	(71)
3	-	-	-	-	-	-	-	-	-
4	Net Plant	-	-	(15)	(92)	642	-	-	535
5	Additions to Rate Base	-	-	-	-	-	-	-	-
6	Cash Working Capital	(1,041)	-	-	-	-	-	-	(1,041)
7	Materials & Supplies Inventory	-	-	-	-	-	-	-	-
8	-	-	-	-	-	-	-	-	-
9	-	-	-	-	-	-	-	-	-
10	-	-	-	-	-	-	-	-	-
11	-	-	-	-	-	-	-	-	-
12	-	-	-	-	-	-	-	-	-
13	-	-	-	-	-	-	-	-	-
14	-	-	-	-	-	-	-	-	-
15	-	-	-	-	-	-	-	-	-
16	Deductions From Rate Base	-	-	-	-	-	-	-	-
17	Accumulated Deferred Income Taxes	-	-	-	-	(62)	-	-	(62)
18	Customer Advances for Construction	-	-	-	-	-	-	-	-
19	Customer Deposits	-	-	-	-	-	-	-	-
20	Budget Payment Plan Balances	-	-	-	-	-	-	-	-
21	-	-	-	-	-	-	-	-	-
22	-	-	-	-	-	-	-	-	-
23	Rate Base	<u>\$ (1,041)</u>	<u>\$ -</u>	<u>\$ (15)</u>	<u>\$ (92)</u>	<u>\$ 580</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (568)</u>

Ameren Illinois Company Gas Rate Zone I
Revenue Effect of Adjustments
For the Test Year Ending December 31, 2014
(In Thousands)

Line No.	Description (a)	Per Company (b)	Adjustments (c)	Per Order (d)
1	Present Revenues	\$ 75,245	\$ 107	\$ 75,352
2	Proposed Increase	<u>11,391</u>	<u>(3,508)</u>	<u>7,883</u>
3	Proposed Revenues	<u>\$ 86,636</u>	<u>\$ (3,401)</u>	<u>\$ 83,235</u>
4	% Increase	15.14%		10.46%
5	Effect of Each Adjustment:			
6	Rate of Return		(2,776)	
7	Employee Benefits		(946)	
8	Cash Working Capital		(121)	
9	Advertising Expense		(94)	
10	Corrosion Control		(72)	
11	Non-Union Wage Increase		(60)	
12	JULIE Locate Requests		(38)	
13	Charitable Contributions		(33)	
14	Outside Professional Services		(27)	
15	Sewer Cross Bore Inspections		(12)	
16	Interest Synchronization		524	
17	Rate Case Expense		-	
18	ADIT Metro East		-	
19	Credit Card Expense		-	
20	Rounding		1	
21	Gross Revenue Conversion Factor		-	
22	Industry Dues		-	
23	Rental Revenues		-	
24	Uncollectible Expense		2	
25	Used and Useful		18	
26	SVT Program		<u>233</u>	
27	Total Revenue Effect of Adjustments		<u>\$ (3,401)</u>	
<u>Reconciliation to Appendix A, Page 1</u>				
28	Column (c), line 3		\$ 107	
29	Column (h), line 3		(3,525)	
30	Column (j), line 3		<u>17</u>	
31	Total Revenue Effect of Adjustments		<u>\$ (3,401)</u>	

Ameren Illinois Company Gas Rate Zone I
Interest Synchronization Adjustment
For the Test Year Ending December 31, 2014
(In Thousands)

Line No.	Description (a)	Amount (b)
1	Rate Base	\$ 246,908 (1)
2	Hillsboro Storage Field Used & Useful Allowance	<u>347 (2)</u>
3	Rate Base including Hillsboro Used & Useful Allowance	\$ 247,255
4	Weighted Cost of Debt	2.75% (3)
5	Synchronized Interest Per Order	6,807
6	Company Interest Expense	<u>7,565 (4)</u>
7	Increase (Decrease) in Interest Expense	<u>(758)</u>
8	Increase (Decrease) in State Income Tax Expense	
9	at 9.500%	<u>\$ 72</u>
10	Increase (Decrease) in Federal Income Tax Expense	
11	at 35.000%	<u>\$ 240</u>

(1) Source: Appendix A, Page 5, Column (d), Line 23

(2) Source: Appendix A, Page 1, Column (k), Line 24

(3) Source: Per Order

(4) Source: Ameren Ex. 15.1 RZ I

Ameren Illinois Company Gas Rate Zone I
Gross Revenue Conversion Factor
For the Test Year Ending December 31, 2014
(In Thousands)

Line No.	Description	Rate	Per Order With Bad Debts	Per Order Without Bad Debts
	(a)	(b)	(c)	(d)
1	Revenues		1.000000	
2	Uncollectibles	0.9398%	<u>0.009398</u>	
3	State Taxable Income		0.990602	1.000000
4	State Income Tax	9.5000%	<u>0.094107</u>	<u>0.095000</u>
5	Federal Taxable Income		0.896495	0.905000
6	Federal Income Tax	35.0000%	<u>0.313773</u>	<u>0.316750</u>
7	Operating Income		<u>0.582722</u>	<u>0.588250</u>
8	Gross Revenue Conversion Factor Per Order		<u>1.716084</u>	<u>1.699958</u>

Ameren Illinois Company-Gas Rate Case RZ I
Adjustment to Cash Working Capital
For the Year Ending December 31, 2014
(In Thousands)

<u>Line</u>	<u>Item</u> (a)	<u>Amount</u> (b)	<u>Lag (Lead)</u> (c)	<u>CWC Factor</u> (d) (c/365)	<u>CWC Requirement</u> (e) (b*d)	<u>Column b Source</u> (f)
1	Revenues	\$ 160,321	49.74	0.13627	\$ 21,848	Appendix A, Page 11, Column (b), Line 7
2	Pass-through Taxes	9,796	-	0.00000	-	Lines 12+14+15+17
3	Total Receipts	<u>\$ 170,117</u>			<u>\$ 21,848</u>	Line 1 + Line 2
4	Employee Benefits	\$ 4,523	(15.97)	(0.04375)	\$ (198)	Appendix A, Page 12, Column (b), Line 3
5	Base Payroll and Withholdings	21,416	(11.39)	(0.03121)	(668)	Appendix A, Page 12, Column (b), Line 6
6	PGA Purchases	99,099	(39.23)	(0.10748)	(10,651)	
7	Other Operations and Maintenance	16,124	(48.87)	(0.13389)	(2,159)	Appendix A, Page 11, Column (b), Line 17
8	FICA	1,182	(13.13)	(0.03597)	(43)	Appendix A, Page 12, Column (b), Line 9
9	Federal Unemployment Tax	22	(76.38)	(0.20925)	(5)	
10	State Unemployment Tax	76	(76.38)	(0.20925)	(16)	
11	St. Louis Payroll Expense Tax	1	(83.51)	(0.22880)	-	
12	ICC Gross Revenue Tax	173	65.50	0.17945	31	
13	Illinois Invested Capital Tax	1,669	(30.13)	(0.08253)	(138)	
14	Municipal Utility Tax	2,857	(45.63)	(0.12501)	(357)	
15	Energy Assistance Charges	2,098	(41.84)	(0.11463)	(240)	
16	Corporation Franchise Tax	102	(161.97)	(0.44375)	(45)	
17	Illinois Gas Use and Gas Revenue Tax	4,668	(29.79)	(0.08162)	(381)	
18	Property/Real Estate Taxes	385	(375.08)	(1.02763)	(396)	
19	Interest Expense	7,397	(91.25)	(0.25000)	(1,849)	Appendix A, Page 8, Line 5 less Bank Facility Costs
20	Bank Facility Costs	148	156.59	0.42900	63	
21	State Income Tax	2,017	(37.88)	(0.10377)	(209)	Appendix A, Page 1, Column (k), Line 17
22	Federal Income Tax	6,724	(37.88)	(0.10377)	(698)	Appendix A, Page 1, Column (k), Line 18
23	Total Outlays	<u>\$ 170,681</u>			<u>\$ (17,959)</u>	Sum of Lines 4 through 22
24	Cash Working Capital per Order				\$ 3,889	Line 3 plus line 23
25	Cash Working Capital per Company				4,930	Ameren Ex. 17.1, Schedule 2, p. 3
26	Difference -- Adjustment per Order				<u>\$ (1,041)</u>	Line 24 minus Line 25

Note: Amount is from Ameren Ex. 17.1, Schedule 2, p. 3, Column (B) except where noted in "Source" column

Lag (Lead) is from Ameren Ex. 17.1, Schedule 2, p. 3, Column (C) except lines 14, 15 and 17 which are from ICC Staff Ex. 11.0, pp. 6 - 10

Ameren Illinois Company-Gas Rate Case RZ I
Adjustment to Cash Working Capital
For the Year Ending December 31, 2014
(In Thousands)

<u>Line</u>	<u>Item</u> (a)	<u>Amount</u> (b)	<u>Source</u> (c)
1	Total Operating Revenues	\$ 83,235	Appendix A, Page 1, Column (k), Line 3
2	Uncollectible Accounts	(783)	Appendix A, Page 1, Column (k), Line 4
3	Depreciation & Amortization	(8,907)	Appendix A, Page 1, Column (k), Line 12
4	PGA	99,099	ICC Staff Ex. 11.0, Sch. 11.01, p. 1, Line 6
5	Deferred Taxes and ITCs Net	121	Appendix A, Page 1, Column (k), Line 19
6	Return on Equity	<u>(12,444)</u>	Line 10 below
7	Total Revenues for CWC Calculation	<u><u>\$ 160,321</u></u>	Sum of Lines 1 through 6
8	Total Rate Base	\$ 246,908	Appendix A, Page 5, Column (d), Line 23
9	Weighted Cost of Equity	<u>5.040%</u>	Per Order
10	Return on Equity	<u><u>\$ 12,444</u></u>	Line 8 times Line 9
11	Operating Expense Before Income Taxes	\$ 55,190	Appendix A, Page 1, Column (k), Line 16
12	Employee Benefits Expense	(4,523)	Appendix A, Page 12, Column (b), Line 3
13	Payroll Expense	(21,416)	Appendix A, Page 12, Column (b), Line 6
14	Uncollectible Accounts	(783)	Appendix A, Page 1, Column (k), Line 4
15	Depreciation & Amortization	(8,907)	Appendix A, Page 1, Column (k), Line 12
16	Taxes Other Than Income	<u>(3,437)</u>	Appendix A, Page 10, Column (b), Lines 8 - 11, 13, 16 & 18
17	Other Operations & Maintenance for CWC Calculation	<u><u>\$ 16,124</u></u>	Sum of Lines 10 through 16

Ameren Illinois Company-Gas Rate Case RZ I
Adjustment to Cash Working Capital
For the Year Ending December 31, 2014
(In Thousands)

<u>Line</u>	<u>Item</u> (a)	<u>Amount</u> (b)	<u>Source</u> (c)
1	Employee Benefits per Company Filing	\$ 5,449	Ameren Ex. 17.1, Schedule 2, p. 3, Column (B)
2	Employee Benefits Adjustment	<u>(926)</u>	Appendix A, Page 2, Column (g), Line 11
3	Employee Benefits per Order	<u>4,523</u>	Line 1 + Line 2
4	Base Payroll and Withholdings per Company Filing	21,470	Ameren Ex. 17.1, Schedule 2, p. 3, Column (B)
5	Non-Union Wage Increase Adjustment	<u>(54)</u>	Appendix A, Page 2, Column (e), Line 11
6	Base Payroll and Withholdings per Order	<u>\$ 21,416</u>	Line 4 + Line 5
7	FICA per Company Filing	\$ 1,187	Ameren Ex. 17.1, Schedule 2, p. 3, Column (B)
8	Non-Union Wage Increase Adjustment	<u>(5)</u>	Appendix A, Page 2, Column (e), Line 13
9	FICA per Order	<u>\$ 1,182</u>	Line 7 + Line 8