

DIRECT TESTIMONY

of

SCOTT TOLSDORF  
Accountant

Accounting Department  
Financial Analysis Division  
Illinois Commerce Commission

Reconciliation of revenues collected under Rider EDR with actual costs associated with energy efficiency and demand-response programs.  
Reconciliation of revenues collected under Rider GER with actual costs associated with natural gas energy efficiency plans.

Ameren Illinois Company

Docket No. 13-0530

March 11, 2015

1 **Witness Identification**

2 **Q. Please state your name and business address.**

3 A. My name is Scott Tolsdorf. My business address is 527 East Capitol  
4 Avenue, Springfield, Illinois 62701.

5 **Q. What is your current position with the Illinois Commerce  
6 Commission (“ICC” or “Commission”)?**

7 A. I am currently employed as an Accountant in the Accounting Department  
8 of the Financial Analysis Division.

9 **Q. Please describe your qualifications and background.**

10 A. I received a Bachelors of Science in Liberal Studies from Excelsior  
11 College in Albany, New York, and am nearing completion of a Master’s  
12 degree in Accounting from the University of Illinois-Springfield. I am a  
13 Certified Public Accountant and joined the Commission Staff (“Staff”) in  
14 February 2010. Prior to the Commission, I was employed for four years  
15 as a staff accountant for a public accounting firm, and nine years in the  
16 U.S. Navy as an operator and instructor in the Naval Nuclear Power  
17 Program.

18 **Q. What is the purpose of your testimony in this proceeding?**

19 A. The purpose of my testimony is to report the results of my review of  
20 Ameren Illinois Company’s (“Ameren”, “AIC” or “Company”) Reconciliation  
21 of revenues collected under Energy Efficiency Riders with the actual costs  
22 associated with energy efficiency and demand-response plans for

23 Program Year 5 (“PY5”). PY5 runs from June 1, 2012 through May 31,  
24 2013. Specifically, my testimony addresses the incremental costs  
25 incurred and the recoveries collected by AIC under its Energy Efficiency  
26 and Demand-Response Cost Recovery Rider EDR and Gas Energy  
27 Efficiency Cost Recovery Rider GER during PY5.

28 **Schedule and Attachment Identification**

29 **Q. Are you sponsoring any schedules with your testimony?**

30 A. Yes. I prepared the following schedules relating to the Company, which  
31 show data as of, or for the PY 5 reconciliation period:

32 Schedule 1.01 Rider EDR – Reconciliation Summary

33 Schedule 1.02 Rider GER – Reconciliation Summary

34 **Electric Energy Efficiencies**

35 **Q. Please explain Staff Exhibit 1.0, Schedule 1.01.**

36 A. Schedule 1.01 presents the Rider EDR reconciliation statements proposed  
37 by the Company in its direct testimony displayed in a format consistent  
38 with past Commission reconciliation orders. This schedule also shows the  
39 disposition of the cumulative over/under recovery balance for Rider EDR.  
40 Page 1 represents a summary of Rider EDR activity while pages 2 through  
41 4 are the reconciliation statements for the applicable delivery classes DS-  
42 1 (Residential), DS-2,3,5 (Small Commercial and Industrial), and DS-4  
43 (Large Commercial and Industrial).

44 **Q. Are you proposing any adjustments to the Company's proposed**  
45 **electric reconciliation amounts?**

46 A. No. Nothing has come to my attention that would necessitate an  
47 adjustment.

48 **Gas Energy Efficiencies**

49 **Q. Please explain Staff Exhibit 1.0, Schedule 1.02.**

50 A. Schedule 1.02 presents the Rider GER reconciliation statements  
51 proposed by the Company in its direct testimony displayed in a format  
52 consistent with past Commission reconciliation orders. This schedule also  
53 shows the disposition of the cumulative over/under recovery balance for  
54 Rider GER. Page 1 represents a summary of Rider GER activity while  
55 pages 2 through 4 are the reconciliation statements for the applicable  
56 delivery classes GDS-1 (Residential), GDS-2,3,5 (Small Commercial and  
57 Industrial), and GDS-4,5,7 (Large Commercial and Industrial).

58 **Q. Are you proposing any adjustments to the Company's proposed gas**  
59 **reconciliation amounts?**

60 A. No. Nothing has come to my attention that would necessitate an  
61 adjustment.

62 **DCEO Cost Recovery**

63 **Q. Did Ameren recover any costs on behalf of DCEO during the**  
64 **reconciliation period ended May 31, 2013?**

65 A. Yes. Ameren collected, through Rider EDR and GER charges, all DCEO  
66 energy efficiency costs related to PY5 of Ameren's 2011-2013 Energy  
67 Efficiency and Demand Response Plan ("Plan"). Accordingly, Ameren  
68 reimbursed DCEO for incremental costs incurred by DCEO in connection  
69 with DCEO's implementation of the Plan measures. For the PY5  
70 reconciliation period ended May 31, 2013, Ameren reimbursed DCEO  
71 \$13,066,024 for electric energy efficiencies and \$4,724,455 for gas energy  
72 efficiencies. These amounts are included in the Program Year 5 Costs  
73 shown on Ameren Exhibit 2.1R and Ameren Exhibit 2.2R respectively.

74 **Summary**

75 **Q. Do you have any recommendations?**

76 A. Yes. I recommend that the Commission accept the reconciliation of  
77 revenues collected under Riders EDR and GER with the costs incurred as  
78 reflected on ICC Staff Exhibit 1.0, Schedule 1.01 and Schedule 1.02. I  
79 also recommend that ICC Staff Exhibit 1.0, Schedule 1.01 and Schedule  
80 1.02 be attached as appendices to the order resulting from this  
81 proceeding.

82 **Conclusion**

83 **Q. Does this question end your prepared direct testimony?**

84 A. Yes.

Ameren Illinois Company  
 Rider EDR - Reconciliation Summary

For the Period June 1, 2012 through May 31, 2013 (PY-5)

Line No.	Description	Per Company	Staff Adjustment	Per Staff (B+C)
	(A)	(B)	(C)	(D)
<b><u>(Over)/Under Recovery from Prior Years</u></b>				
1	Total Ordered Reconciliation Adjustment (ORA) [PY 1-4; Docket No. 12-0510]	\$ (8,754)	\$ -	\$ (8,754)
2	Total Automatic Reconciliation Adjustment (ARA) [PY 1-4; Docket No. 12-0510]	(9,029,846)	-	(9,029,846)
3	(Over)/Under Recovery from Prior Periods (Line 1 + Line 2)	<u>\$ (9,038,600)</u>	<u>\$ -</u>	<u>\$ (9,038,600)</u>
<b><u>Current Year (Over)/Under Recovery</u></b>				
4	PY-5 Recoverable EDR Costs	\$ 51,802,368	\$ -	\$ 51,802,368
5	PY-5 EDR Revenue	(49,541,926)	-	(49,541,926)
6	(Over) /Under Recovery for PY-5 (Line 4 + Line 5)	\$ 2,260,442	\$ -	\$ 2,260,442
7	PY-4 Estimates Trued-Up to Actual	(1,182,928)	-	(1,182,928)
8	(Over) /Under Recovery for Current Reconciliation (Line 6 + Line 7)	\$ 1,077,514	\$ -	\$ 1,077,514
9	Cumulative (Over)/Under Recovery (Line 3 + Line 8)	<u>\$ (7,961,086)</u>	<u>\$ -</u>	<u>\$ (7,961,086)</u>
<b><u>Disposition of Cumulative (Over)/Under Recovery</u></b>				
10	Total ORA to be (Refunded)/Recovered	\$ -	\$ -	\$ -
11	Total ARA to be (Refunded)/Recovered	(7,961,086)	-	(7,961,086)
12	Cumulative (Over)/Under Recovery (Line 10 + Line 11)	<u>\$ (7,961,086)</u>	<u>\$ -</u>	<u>\$ (7,961,086)</u>

Sources:

Column (B): Ameren Exhibit 2.0, Line 64  
 Column (C):  
 Column (D): Per Staff [Column (B) + Column (C)]

**Ameren Illinois Company**  
**Rider EDR - Reconciliation Summary**  
**Rider EDR - Residential (DS-1)**  
**For the Period June 1, 2012 through May 31, 2013 (PY-5)**

Line No.	Description (A)	Per Company (B)	Staff Adjustment (C)	Per Staff (B+C) (D)
<b><u>(Over)/Under Recovery from Prior Years</u></b>				
1	Total Ordered Reconciliation Adjustment (ORA) [PY 1-4; Docket No. 12-0510]	\$ (2,965)	\$ -	\$ (2,965)
2	Total Automatic Reconciliation Adjustment (ARA) [PY 1-4; Docket No. 12-0510]	(1,542,623)	-	(1,542,623)
3	(Over)/Under Recovery from Prior Periods (Line 1 + Line 2)	<u>\$ (1,545,588)</u>	<u>\$ -</u>	<u>\$ (1,545,588)</u>
<b><u>Current Year (Over)/Under Recovery</u></b>				
4	PY-5 Recoverable EDR Costs	\$ 20,492,942	\$ -	\$ 20,492,942
5	PY-5 EDR Revenue	(20,861,896)	-	(20,861,896)
6	(Over) /Under Recovery for PY-5 (Line 4 + Line 5)	\$ (368,954)	\$ -	\$ (368,954)
7	PY-4 Estimates Trued-Up to Actual	480,849	-	480,849
8	(Over) /Under Recovery for Current Reconciliation (Line 6 + Line 7)	\$ 111,895	\$ -	\$ 111,895
9	Cumulative (Over)/Under Recovery (Line 3 + Line 8)	<u>\$ (1,433,693)</u>	<u>\$ -</u>	<u>\$ (1,433,693)</u>
<b><u>Disposition of Cumulative (Over)/Under Recovery</u></b>				
10	Total ORA to be (Refunded)/Recovered	\$ -	\$ -	\$ -
11	Total ARA to be (Refunded)/Recovered	(1,433,693)	-	(1,433,693)
12	Cumulative (Over)/Under Recovery (Line 10 + Line 11)	<u>\$ (1,433,693)</u>	<u>\$ -</u>	<u>\$ (1,433,693)</u>

Sources:

Column (B): Ameren Exhibit 2.0, Line 64  
 Column (C):  
 Column (D): Per Staff [Column (B) + Column (C)]

Ameren Illinois Company  
 Rider EDR - Reconciliation Summary  
 Rider EDR - Small Commercial and Industrial (DS-2,3,5)  
 For the Period June 1, 2012 through May 31, 2013 (PY-5)

Line No.	Description	Per Company	Staff Adjustment	Per Staff (B+C)
	(A)	(B)	(C)	(D)
<b><u>(Over)/Under Recovery from Prior Years</u></b>				
1	Total Ordered Reconciliation Adjustment (ORA) [PY 1-4; Docket No. 12-0510]	\$ (3,316)	\$ -	\$ (3,316)
2	Total Automatic Reconciliation Adjustment (ARA) [PY 1-4; Docket No. 12-0510]	(9,336,094)	-	(9,336,094)
3	(Over)/Under Recovery from Prior Periods (Line 1 + Line 2)	<u>\$ (9,339,410)</u>	<u>\$ -</u>	<u>\$ (9,339,410)</u>
<b><u>Current Year (Over)/Under Recovery</u></b>				
4	PY-5 Recoverable EDR Costs	\$ 15,382,989	\$ -	\$ 15,382,989
5	PY-5 EDR Revenue	(8,593,582)	-	(8,593,582)
6	(Over) /Under Recovery for PY-5 (Line 4 + Line 5)	\$ 6,789,407	\$ -	\$ 6,789,407
7	PY-4 Estimates Trued-Up to Actual	2,932,962	-	2,932,962
8	(Over) /Under Recovery for Current Reconciliation (Line 6 + Line 7)	\$ 9,722,369	\$ -	\$ 9,722,369
9	Cumulative (Over)/Under Recovery (Line 3 + Line 8)	<u>\$ 382,959</u>	<u>\$ -</u>	<u>\$ 382,959</u>
<b><u>Disposition of Cumulative (Over)/Under Recovery</u></b>				
10	Total ORA to be (Refunded)/Recovered	\$ -	\$ -	\$ -
11	Total ARA to be (Refunded)/Recovered	<u>382,959</u>	<u>-</u>	<u>382,959</u>
12	Cumulative (Over)/Under Recovery (Line 10 + Line 11)	<u>\$ 382,959</u>	<u>\$ -</u>	<u>\$ 382,959</u>

Sources:

Column (B): Ameren Exhibit 2.0, Line 64  
 Column (C):  
 Column (D): Per Staff [Column (B) + Column (C)]

Ameren Illinois Company  
 Rider EDR - Reconciliation Summary  
 Rider EDR - Large Commercial and Industrial (DS-4)  
 For the Period June 1, 2012 through May 31, 2013 (PY-5)

Line No.	Description	Per Company	Staff Adjustment	Per Staff (B+C)
	(A)	(B)	(C)	(D)
<b><u>(Over)/Under Recovery from Prior Years</u></b>				
1	Total Ordered Reconciliation Adjustment (ORA) [PY 1-4; Docket No. 12-0510]	\$ (2,473)	\$ -	\$ (2,473)
2	Total Automatic Reconciliation Adjustment (ARA) [PY 1-4; Docket No. 12-0510]	1,848,871	-	1,848,871
3	(Over)/Under Recovery from Prior Periods (Line 1 + Line 2)	<u>\$ 1,846,398</u>	<u>\$ -</u>	<u>\$ 1,846,398</u>
<b><u>Current Year (Over)/Under Recovery</u></b>				
4	PY-5 Recoverable EDR Costs	\$ 15,926,437	\$ -	\$ 15,926,437
5	PY-5 EDR Revenue	(20,086,448)	-	(20,086,448)
6	(Over) /Under Recovery for PY-5 (Line 4 + Line 5)	<u>\$ (4,160,011)</u>	<u>\$ -</u>	<u>\$ (4,160,011)</u>
7	PY-4 Estimates Trued-Up to Actual	(4,596,739)	-	(4,596,739)
8	(Over) /Under Recovery for Current Reconciliation (Line 6 + Line 7)	<u>\$ (8,756,750)</u>	<u>\$ -</u>	<u>\$ (8,756,750)</u>
9	Cumulative (Over)/Under Recovery (Line 3 + Line 8)	<u><u>\$ (6,910,352)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (6,910,352)</u></u>
<b><u>Disposition of Cumulative (Over)/Under Recovery</u></b>				
10	Total ORA to be (Refunded)/Recovered	\$ -	\$ -	\$ -
11	Total ARA to be (Refunded)/Recovered	<u>(6,910,352)</u>	<u>\$ -</u>	<u>(6,910,352)</u>
12	Cumulative (Over)/Under Recovery (Line 10 + Line 11)	<u><u>(6,910,352)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (6,910,352)</u></u>

Sources:

- Column (B): Ameren Exhibit 2.0, Line 64
- Column (C):
- Column (D): Per Staff [Column (B) + Column (C)]

Ameren Illinois Company  
 Rider GER - Reconciliation Summary

For the Period June 1, 2012 through May 31, 2013 (PY-5)

Line No.	Description	Per Company	Staff Adjustment	Per Staff (B+C)
	(A)	(B)	(C)	(D)
<b><u>(Over)/Under Recovery from Prior Years</u></b>				
1	Total Ordered Reconciliation Adjustment (ORA) [PY 1-4; Docket No. 12-0510]	\$ -	\$ -	\$ -
2	Total Automatic Reconciliation Adjustment (ARA) [PY 1-4; Docket No. 12-0510]	(977,089)	-	(977,089)
3	(Over)/Under Recovery from Prior Periods (Line 1 + Line 2)	<u>\$ (977,089)</u>	<u>\$ -</u>	<u>\$ (977,089)</u>
<b><u>Current Year (Over)/Under Recovery</u></b>				
4	PY-5 Recoverable GER Costs	\$ 16,539,854	\$ -	\$ 16,539,854
5	PY-5 GER Revenue	(17,016,223)	-	(17,016,223)
6	(Over) /Under Recovery for PY-5 (Line 4 + Line 5)	\$ (476,369)	\$ -	\$ (476,369)
7	PY-4 Estimates Trued-Up to Actual	152,498	-	152,498
8	(Over) /Under Recovery for Current Reconciliation (Line 6 + Line 7)	\$ (323,871)	\$ -	\$ (323,871)
9	Cumulative (Over)/Under Recovery (Line 3 + Line 8)	<u>\$ (1,300,960)</u>	<u>\$ -</u>	<u>\$ (1,300,960)</u>
<b><u>Disposition of Cumulative (Over)/Under Recovery</u></b>				
10	Total ORA to be (Refunded)/Recovered	\$ -	\$ -	\$ -
11	Total ARA to be (Refunded)/Recovered	(1,300,960)	-	(1,300,960)
12	Cumulative (Over)/Under Recovery (Line 10 + Line 11)	<u>\$ (1,300,960)</u>	<u>\$ -</u>	<u>\$ (1,300,960)</u>

Sources:

- Column (B): Ameren Exhibit 2.2, Line 65
- Column (C):
- Column (D): Per Staff [Column (B) + Column (C)]

**Ameren Illinois Company**  
**Rider GER - Reconciliation Summary**  
**Rider GER - Residential (GDS-1)**  
**For the Period June 1, 2012 through May 31, 2013 (PY-5)**

Line No.	Description (A)	Per Company (B)	Staff Adjustment (C)	Per Staff (B+C) (D)
<b><u>(Over)/Under Recovery from Prior Years</u></b>				
1	Total Ordered Reconciliation Adjustment (ORA) [PY 1-4; Docket No. 12-0510]	\$ -	\$ -	\$ -
2	Total Automatic Reconciliation Adjustment (ARA) [PY 1-4; Docket No. 12-0510]	1,666,621	-	-
3	(Over)/Under Recovery from Prior Periods (Line 1 + Line 2)	<u>\$ 1,666,621</u>	<u>\$ -</u>	<u>\$ 1,666,621</u>
<b><u>Current Year (Over)/Under Recovery</u></b>				
4	PY-5 Recoverable GER Costs	\$ 9,016,692	\$ -	\$ 9,016,692
5	PY-5 GER Revenue	(10,585,233)	-	(10,585,233)
6	(Over) /Under Recovery for PY-5 (Line 4 + Line 5)	<u>\$ (1,568,541)</u>	<u>\$ -</u>	<u>\$ (1,568,541)</u>
7	PY-4 Estimates Trued-Up to Actual	123,601	-	123,601
8	(Over) /Under Recovery for Current Reconciliation (Line 6 + Line 7)	<u>\$ (1,444,940)</u>	<u>\$ -</u>	<u>\$ (1,444,940)</u>
9	Cumulative (Over)/Under Recovery (Line 3 + Line 8)	<u><u>\$ 221,681</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 221,681</u></u>
<b><u>Disposition of Cumulative (Over)/Under Recovery</u></b>				
10	Total ORA to be (Refunded)/Recovered	\$ -	\$ -	\$ -
11	Total ARA to be (Refunded)/Recovered	<u>221,681</u>	<u>-</u>	<u>221,681</u>
12	Cumulative (Over)/Under Recovery (Line 10 + Line 11)	<u><u>\$ 221,681</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 221,681</u></u>

Sources:

Column (B): Ameren Exhibit 2.2, Line 65  
 Column (C):  
 Column (D): Per Staff [Column (B) + Column (C)]

**Ameren Illinois Company**  
**Rider GER - Reconciliation Summary**  
**Rider GER - Small Commercial and Industrial (GDS-2,3)**  
**For the Period June 1, 2012 through May 31, 2013 (PY-5)**

Line No.	Description (A)	Per Company (B)	Staff Adjustment (C)	Per Staff (B+C) (D)
<b><u>(Over)/Under Recovery from Prior Years</u></b>				
1	Total Ordered Reconciliation Adjustment (ORA) [PY 1-4; Docket No. 12-0510]	\$ -	\$ -	\$ -
2	Total Automatic Reconciliation Adjustment (ARA) [PY 1-4; Docket No. 12-0510]	(2,269,118)	-	-
3	(Over)/Under Recovery from Prior Periods (Line 1 + Line 2)	<u>\$ (2,269,118)</u>	<u>\$ -</u>	<u>\$ (2,269,118)</u>
<b><u>Current Year (Over)/Under Recovery</u></b>				
4	PY-5 Recoverable GER Costs	\$ 2,986,598	\$ -	\$ 2,986,598
5	PY-5 GER Revenue	(3,483,898)	-	(3,483,898)
6	(Over) /Under Recovery for PY-5 (Line 4 + Line 5)	\$ (497,300)	\$ -	\$ (497,300)
7	PY-4 Estimates Trued-Up to Actual	195,266	-	195,266
8	(Over) /Under Recovery for Current Reconciliation (Line 6 + Line 7)	\$ (302,034)	\$ -	\$ (302,034)
9	Cumulative (Over)/Under Recovery (Line 3 + Line 8)	<u>\$ (2,571,152)</u>	<u>\$ -</u>	<u>\$ (2,571,152)</u>
<b><u>Disposition of Cumulative (Over)/Under Recovery</u></b>				
10	Total ORA to be (Refunded)/Recovered	\$ -	\$ -	\$ -
11	Total ARA to be (Refunded)/Recovered	(2,571,152)	-	(2,571,152)
12	Cumulative (Over)/Under Recovery (Line 10 + Line 11)	<u>\$ (2,571,152)</u>	<u>\$ -</u>	<u>\$ (2,571,152)</u>

Sources:

Column (B): Ameren Exhibit 2.2, Line 65  
 Column (C):  
 Column (D): Per Staff [Column (B) + Column (C)]

**Ameren Illinois Company**  
**Rider GER - Reconciliation Summary**  
**Rider GER - Large Commercial and Industrial (GDS-4,5,7)**  
**For the Period June 1, 2012 through May 31, 2013 (PY-5)**

Line No.	Description (A)	Per Company (B)	Staff Adjustment (C)	Per Staff (B+C) (D)
<b><u>(Over)/Under Recovery from Prior Years</u></b>				
1	Total Ordered Reconciliation Adjustment (ORA) [PY 1-4; Docket No. 12-0510]	\$ -	\$ -	\$ -
2	Total Automatic Reconciliation Adjustment (ARA) [PY 1-4; Docket No. 12-0510]	(374,592)	-	-
3	(Over)/Under Recovery from Prior Periods (Line 1 + Line 2)	<u>\$ (374,592)</u>	<u>\$ -</u>	<u>\$ (374,592)</u>
<b><u>Current Year (Over)/Under Recovery</u></b>				
4	PY-5 Recoverable GER Costs	\$ 4,536,564	\$ -	\$ 4,536,564
5	PY-5 GER Revenue	(2,947,092)	-	(2,947,092)
6	(Over) /Under Recovery for PY-5 (Line 4 + Line 5)	<u>\$ 1,589,472</u>	<u>\$ -</u>	<u>\$ 1,589,472</u>
7	PY-4 Estimates Trued-Up to Actual	(166,369)	-	(166,369)
8	(Over) /Under Recovery for Current Reconciliation (Line 6 + Line 7)	<u>\$ 1,423,103</u>	<u>\$ -</u>	<u>\$ 1,423,103</u>
9	Cumulative (Over)/Under Recovery (Line 3 + Line 8)	<u><u>\$ 1,048,511</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,048,511</u></u>
<b><u>Disposition of Cumulative (Over)/Under Recovery</u></b>				
10	Total ORA to be (Refunded)/Recovered	\$ -	\$ -	\$ -
11	Total ARA to be (Refunded)/Recovered	<u>1,048,511</u>	<u>-</u>	<u>1,048,511</u>
12	Cumulative (Over)/Under Recovery (Line 10 + Line 11)	<u><u>\$ 1,048,511</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,048,511</u></u>

Sources:

- Column (B): Ameren Exhibit 2.2, Line 65
- Column (C):
- Column (D): Per Staff [Column (B) + Column (C)]