BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

SUMMARY OF MEETING

COMES NOW Union Electric Company d/b/a Ameren Missouri (Ameren Missouri or Company) and for its Summary of Meeting states as follows:

Event: Aging Infrastructure and Environmental Regulations Discussion

Date: Wednesday, September 9, 2015

Location: Missouri Public Service Commission

9th Floor Agenda Room 200 Madison Street

Jefferson City, MO 65102

Ameren Missouri Personnel Attending: President Michael Moehn, Vice President External Affairs and Communications Warren Wood, Senior Director Regulatory Affairs Tom Byrne, and Manager Regulatory Affairs Gaye Suggett.

<u>11:00 a.m. – 12:00 p.m.</u> – Chairman Daniel Hall, Commissioner Advisor Amy Moore, Acting Public Counsel for Office of the Public Counsel ("OPC") Dustin Allison and Midwest Industrial Energy Consumers ("MIEC") representative Ed Downey.

<u>12:00 p.m.</u> – Commissioner Bill Kenney, Commissioner Advisor Rachel Lewis, Senior Counsel OPC Tim Opitz, and MIEC representative Ed Downey.

<u>1:30 p.m. – 2:30 p.m.</u> – Commissioner Scott Rupp, Commissioner Advisor Rachel Hassani, Acting Public Counsel OPC Dustin Allison, and MIEC representative Ed Downey.

<u>2:30 p.m.</u> – Commissioner Steve Stoll, Commissioner Advisor Mark Hughes, Senior Counsel OPC Tim Opitz, and MIEC representative Ed Downey.

<u>3:30 p.m. – 4:30 p.m.</u> – Commissioner Maida Coleman, Commissioner Advisor Goldie Tompkins, Senior Counsel OPC Tim Opitz, and MIEC representative Ed Downey.

Ameren Missouri President Michael Moehn said he appreciated the opportunity to bring important issues before the Commissioners. He said Ameren Missouri will make a presentation during the September 16th Commission Agenda entitled "Delivering Exceptional Customer Experience."

Mr. Moehn discussed the Clean Power Plan ("CPP") and what it means to Ameren Missouri and its customers and to Missouri as a whole. He said there were significant changes from the proposed rule to the final rule. The reduction in CO² for Ameren Missouri will require carbon to be reduced from 33 tons to 23 tons by 2030 (which is the equivalent of shutting down two of the four of Ameren Missouri's coal plants) and will take a minimum of \$6 Billion to comply. He said the state plans to take a mass-based approach vs. a rate based approach. Ameren Missouri is very concerned with reliability and customers' ability to afford the additional costs to comply. Ameren Missouri is working with Missouri Department of Natural Resources, Missouri Chamber, Associated Industries of Missouri, and other utilities to determine Missouri's path forward. It is felt the State Implementation Plan or SIP is the best solution as it will give Missouri more control over its future. Currently 20 states have filed litigation stating the Environmental Protection Agency is overreaching.

Mr. Moehn discussed distributed technologies. He said these technologies continue to improve and to become less expensive. He said it is very important for Ameren Missouri to look carefully at the investments being made so costs are not stranded. He said load growth is forecast to be at 1/2% for several years, and with reduced load growth, conservation, energy efficiency, and distributed technologies it becomes difficult to continue to replace aging infrastructure.

Mr. Moehn said today we have good reliability, but the electric system is aging as it was built in the 1960's and 1970's with the air conditioning era. He said there is a current need for increased investment but it becomes difficult to recover investment with declining growth. He said it is important to make long term decisions for future generations and to continue to provide safe and reliable power to customers as customer expectations continue to increase.

Commissioners asked questions about new nuclear options including the Small Modular Reactors. Currently Ameren is not pursuing new nuclear at this time; although Mr. Moehn said nuclear will continue to be a big component of complying with the CPP.

Chairman Hall discussed the infrastructure efficiency working docket. He said he wants to determine if there is a problem in geographic regions with excess infrastructure and if so, are we sending the correct message. Any changes made to tariffs will have to be tied to the cost of service for customers.

Chairman Hall shared his thoughts on clean-up to the current complaint statute; the 2004 statute that created the Commissioner Advisors and how they are hired; and the ex-parte rules.

Respectfully Submitted,

<u>Is/ Wendy K. Tatro</u>

Wendy K. Tatro, #60261 Director and Assistant General Counsel 1901 Chouteau Avenue, MC 1310 P.O. Box 66149 St. Louis, MO 63166-6149 (314) 554-3484 (phone) (314) 554-4014 (facsimile)

amerenmoservice@ameren.com

ATTORNEYS FOR UNION ELECTRIC COMPANY d/b/a AMEREN MISSOURI

CERTIFICATE OF SERVICE

The undersigned certifies that a true and correct copy of the foregoing document was sent by electronic transmission, facsimile, U.S. Mail or e-mail to all parties of record in all of its contested cases pending before the Missouri Public Service Commission on this 15th day of September, 2014.

|s| Wendy K. Tatro
Wendy K. Tatro