

Ameren Missouri's
Response to MPSC Data Request - MPSC
GR-2024-0369

In the Matter of Union Electric Company d/b/a Ameren Missouri's Tariffs to Adjust Its Revenues
for Natural Gas Service

No.: MPSC 0133

Double leverage refers to a financial strategy where a parent company borrows funds and invests them in the equity of a subsidiary. (1) Please indicate if there is double leverage between Ameren Missouri and Ameren Corp. (2) If there is no double leverage, please provide evidence that there is no double leverage between Ameren Missouri and Ameren Corp. Requested by: Seoung Joun Won (seoungjoun.won@psc.mo.gov <<mailto:seoungjoun.won@psc.mo.gov>>)

RESPONSE

Prepared By: Ben Hasse

Title: Manager – Regulatory Accounting

Date: 10/07/24

Subject to the Company's objection, the Company states as follows:

Please see the attached response from ER-2024-0319 Data Request MPSC 0128.

Ameren Missouri's
Response to MPSC Data Request - MPSC
ER-2024-0319

In the Matter of Union Electric Company d/b/a Ameren Missouri's Tariffs to Adjust Its Revenues
for Electric Service

No.: MPSC 0128

Double leverage refers to a financial strategy where a parent company borrows funds and invests them in the equity of a subsidiary. (1) Please indicate if there is double leverage between Ameren Missouri and Ameren Corp. (2) If there is no double leverage, please provide evidence that there is no double leverage between Ameren Missouri and Ameren Corp. Requested by: Seoung Joun Won (seoungjoun.won@psc.mo.gov <<mailto:seoungjoun.won@psc.mo.gov>>)

RESPONSE

Prepared By: Brenda I Weber

Title: Assistant Treasurer & Director, Corporate Finance

Date: July 22, 2024

- 1) No
- 2) Ameren Missouri does not obtain any long-term debt or preferred stock from Ameren Corporation, but rather issues its own long-term debt and preferred stock to outside investors. Ameren Missouri's long-term debt is secured by its own assets and not the assets of Ameren Corporation. Ameren Missouri and its issued debt securities and preferred stock securities have separate and distinct credit ratings from Ameren Corporation, as provided by both Moody's and S&P. Additionally, no proceeds from Ameren Corporation long-term debt issuances have been used to infuse equity into Ameren Missouri. Ameren Corporation has raised significant equity capital in recent years to support higher capital expenditures at Ameren Missouri, including any necessary equity contribution into the utility.