

STATE OF MICHIGAN

BEFORE THE MICHIGAN PUBLIC SERVICE COMMISSION

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In the matter of the application of)	
THE ONTONAGON COUNTY RURAL ELECTRI-)	
FICATION ASSOCIATION for a power supply cost)	Case No. U-11187-R
recovery reconciliation for the 24-month period)	Case No. U-11536-R
ended December 31, 1998.)	
_____)	

At the October 13, 1999 meeting of the Michigan Public Service Commission in Lansing, Michigan.

PRESENT: Hon. John G. Strand, Chairman
Hon. David A. Svanda, Commissioner
Hon. Robert B. Nelson, Commissioner

ORDER APPROVING SETTLEMENT AGREEMENT

On March 31, 1999, The Ontonagon County Rural Electrification Association (Ontonagon) filed an application, with supporting testimony and exhibit, for a power supply cost recovery (PSCR) reconciliation proceeding for the 24-month period ended December 31, 1998.

Pursuant to due notice, a hearing was held on June 17, 1999 before Administrative Law Judge Daniel E. Nickerson, Jr. Ontonagon and the Commission Staff participated in the proceedings. Subsequently, the parties entered into a settlement agreement resolving all issues.

The settlement agreement, attached as Exhibit A, states that Ontonagon experienced a PSCR overcollection in the net amount of \$52 (a \$78 overcollection from monthly member-customers and a \$26

undercollection from seasonal member-customers). The settlement agreement further provides that Ontonagon should be authorized to write off the \$52 overcollection as negligible and immaterial.

The Commission FINDS that:

- a. Jurisdiction is pursuant to 1909 PA 106, as amended, MCL 460.551 et seq.; MSA 22.151 et seq.; 1919 PA 419, as amended, MCL 460.51 et seq.; MSA 22.1 et seq.; 1939 PA 3, as amended, MCL 460.1 et seq.; MSA 22.13(1) et seq.; 1982 PA 304, as amended, MCL 460.6h et seq.; MSA 22.13(6h) et seq.; 1969 PA 306, as amended, MCL 24.201 et seq.; MSA 3.560(101) et seq.; and the Commission's Rules of Practice and Procedure, as amended, 1992 AACCS, R 460.17101 et seq.
- b. The settlement agreement is reasonable and in the public interest, and should be approved.

THEREFORE, IT IS ORDERED that:

- A. The settlement agreement, attached as Exhibit A, is approved.
- B. The Ontonagon County Rural Electrification Association is authorized to write off the \$52 overcollection as negligible and immaterial.

The Commission reserves jurisdiction and may issue further orders as necessary.

Any party desiring to appeal this order must do so in the appropriate court within 30 days after issuance and notice of this order, pursuant to MCL 462.26; MSA 22.45.

MICHIGAN PUBLIC SERVICE COMMISSION

/s/ John G. Strand
Chairman

(S E A L)

/s/ David A. Svanda
Commissioner

/s/ Robert B. Nelson
Commissioner

By its action of October 13, 1999.

/s/ Dorothy Wideman
Its Executive Secretary

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MICHIGAN PUBLIC SERVICE COMMISSION

Chairman

Commissioner

Commissioner

By its action of October 13, 1999.

Its Executive Secretary

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Suggested Minute:

“Adopt and issue order dated October 13, 1999 approving the settlement agreement and authorizing The Ontonagon County Rural Electrification Association to reconcile its power supply revenues and expenses for the 24-month period ended December 31, 1998, as set forth in the order.”