

STATE OF MICHIGAN

BEFORE THE MICHIGAN PUBLIC SERVICE COMMISSION

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In the matter of the application of	)	
<b>CHERRYLAND ELECTRIC COOPERATIVE,</b>	)	
<b>GREAT LAKES ENERGY COOPERATIVE,</b>	)	Case No. U-11801-R
<b>HOMEWORKS TRI-COUNTY ELECTRIC</b>	)	
<b>COOPERATIVE, and PRESQUE ISLE</b>	)	
<b>ELECTRIC &amp; GAS CO-OP</b> for a power supply	)	
cost recovery reconciliation proceeding for the	)	
12-month period ended December 31, 1999.	)	
_____	)	

At the November 2, 2000 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

**OPINION AND ORDER**

On March 31, 2000, Cherryland Electric Cooperative (Cherryland), Great Lakes Energy Cooperative (Great Lakes), HomeWorks Tri-County Electric Cooperative (HomeWorks), and Presque Isle Electric & Gas Co-op (Presque Isle) filed a joint application, with supporting testimony and exhibits, requesting the commencement of a power supply cost recovery (PSCR) reconciliation proceeding for the 12-month period ended December 31, 1999.

Pursuant to due notice, a prehearing conference was held on June 20, 2000 before Administrative Law Judge Daniel E. Nickerson, Jr. Cherryland, Great Lakes, HomeWorks, Presque Isle, 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 the cooperatives' net overcollection or undercollection determinations for the period ended December 31, 1999 are as follows:

<u>Cooperative</u>	1999 PSCR Overcollection <u>(Undercollection)</u>
Cherryland	\$ (52,665)
Great Lakes - Boyne City	\$ 92,877
Great Lakes - Newaygo	\$ 316,117
Great Lakes - Scottville	\$ (29,983)
HomeWorks	\$ 298,051
Presque Isle	\$(195,563)

The settlement agreement also specifies other adjustments and appropriate procedures for refunding the overcollections and collecting the undercollections realized by each of the cooperatives.

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 AACRS, R 460.17101 et seq.

THEREFORE, IT IS ORDERED that:

A. The settlement agreement, attached as Exhibit A, is approved.

B. Cherryland Electric Cooperative, Great Lakes Energy Cooperative, HomeWorks Tri-County Electric Cooperative, and Presque Isle Electric & Gas Co-op are authorized to refund their power supply cost recovery overcollections and to collect their power supply cost recovery undercollections as provided in the settlement agreement.

C. Rights to any portion of a refund shall not vest until a refund amount has been credited to a customer's bill or a refund check has been negotiated. The cooperatives shall file reports regarding the refunds in accordance with their refund procedures.

D. Within 30 days, the cooperatives shall file tariff sheets reflecting this order.

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 E A L )

/s/ John G. Strand  
Chairman

By its action of November 2, 2000.

/s/ David A. Svanda  
Commissioner

/s/ Dorothy Wideman  
Its Executive Secretary

/s/ Robert B. Nelson  
Commissioner

THEREFORE, IT IS ORDERED that:

A. The settlement agreement, attached as Exhibit A, is approved.

B. Cherryland Electric Cooperative, Great Lakes Energy Cooperative, HomeWorks Tri-County Electric Cooperative, and Presque Isle Electric & Gas Co-op are authorized to refund their power supply cost recovery overcollections and to collect their power supply cost recovery undercollections as provided in the settlement agreement.

C. Rights to any portion of a refund shall not vest until a refund amount has been credited to a customer's bill or a refund check has been negotiated. The cooperatives shall file reports regarding the refunds in accordance with their refund procedures.

D. Within 30 days, the cooperatives shall file tariff sheets reflecting this order.

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

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Chairman

By its action of November 2, 2000.

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Commissioner

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Its Executive Secretary

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Case No. U-11801-R

Suggested Minute:

“Adopt and issue order dated November 2, 2000 approving the settlement agreement and authorizing Cherryland Electric Cooperative, Great Lakes Energy Cooperative, HomeWorks Tri-County Electric Cooperative, and Presque Isle Electric & Gas Co-op to reconcile their power supply revenues and expenses for the 12-month period ended December 31, 1999, as set forth in the order.”