

STATE OF MICHIGAN
BEFORE THE MICHIGAN PUBLIC SERVICE COMMISSION

In the matter of the application of)	
CLOVERLAND ELECTRIC COOPERATIVE)	
for a power supply cost recovery reconciliation)	Case No. U-12116-R
proceeding for the 12-month period ended)	
December 31, 2000.)	
_____)	

At the October 11, 2001 meeting of the Michigan Public Service Commission in Lansing, Michigan.

PRESENT: Hon. Laura Chappelle, Chairman
Hon. David A. Svanda, Commissioner
Hon. Robert B. Nelson, Commissioner

ORDER APPROVING SETTLEMENT AGREEMENT

On March 30, 2001, Cloverland Electric Cooperative (Cloverland) filed an application, with supporting testimony and exhibits, for a power supply cost recovery (PSCR) reconciliation proceeding for the 12-month period ended December 31, 2000.

Pursuant to due notice, a prehearing conference was held on June 19, 2001 before Administrative Law Judge George Schankler. Cloverland 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, for the 12-month period ended December 31, 2000, Cloverland experienced a PSCR overcollection in the amount of \$554,521, with \$479,228 of the overcollection attributable to monthly member-customers and the remaining

\$75,293 attributable to seasonal member-customers. The settlement agreement requests approval of Cloverland's refund of the \$479,228 to its monthly member-customers in the billing months of April 2001 through December 2001 and Cloverland's refund of the \$75,293 to its seasonal member-customers in the billing months of June 2001 through August 2001.

The Commission FINDS that:

a. Jurisdiction is pursuant to 1909 PA 106, as amended, MCL 460.551 et seq.; 1919 PA 419, as amended, MCL 460.51 et seq.; 1939 PA 3, as amended, MCL 460.1 et seq.; 1982 PA 304, as amended, MCL 460.6h et seq.; 1969 PA 306, as amended, MCL 24.201 et seq.; and the Commission's Rules of Practice and Procedure, as amended, 1992 AACRS, 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. Cloverland Electric Cooperative's refund of \$479,228 to its monthly member-customers in the billing months of April through December 2001, with true-up occurring in December 2001, is approved.

C. Cloverland Electric Cooperative's refund of \$75,293 to its seasonal member-customers in the billing months of June through August 2001, with true-up occurring in August 2001, is approved.

D. Within 30 days of the date of this order, Cloverland Electric Cooperative shall file tariff sheets reflecting the power supply cost recovery reconciliation credits required by this order.

E. 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 to a customer or former customer has been negotiated.

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.

MICHIGAN PUBLIC SERVICE COMMISSION

/s/ Laura Chappelle
Chairman

(S E A L)

/s/ David A. Svanda
Commissioner

/s/ Robert B. Nelson
Commissioner

By its action of October 11, 2001.

/s/ Dorothy Wideman
Its Executive Secretary

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.

MICHIGAN PUBLIC SERVICE COMMISSION

Chairman

Commissioner

Commissioner

By its action of October 11, 2001.

Its Executive Secretary

In the matter of the application of)
CLOVERLAND ELECTRIC COOPERATIVE)
for a power supply cost recovery reconciliation)
proceeding for the 12-month period ended)
December 31, 2000.)
_____)

Case No. U-12116-R

Suggested Minute:

“Adopt and issue order dated October 11, 2001 approving the settlement agreement and authorizing Cloverland Electric Cooperative to reconcile its power supply cost recovery revenues and expenses for the 12-month period ended December 31, 2000, as set forth in the order.”