

STATE OF MICHIGAN

BEFORE THE MICHIGAN PUBLIC SERVICE COMMISSION

\*\*\*\*\*

In the matter of the application of )  
**PENINSULAR GAS COMPANY** for )  
authority to implement a gas cost recovery )  
plan and factors for calendar year 2000. )  
\_\_\_\_\_)

Case No. U-12123

At the January 19, 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

**ORDER APPROVING SETTLEMENT AGREEMENT**

On September 27, 1999, Peninsular Gas Company (Peninsular) filed an application, with supporting testimony and exhibits, requesting approval of its gas cost recovery (GCR) plan and factors for the 12-month period ending December 2000.

Pursuant to due notice, a prehearing conference was held on November 10, 1999 before Administrative Law Judge George Schankler. Peninsular and the Commission Staff participated in the proceedings.

Subsequently, the parties submitted a settlement agreement resolving all issues in this case.

According to the terms of the settlement agreement, attached as Exhibit A, the parties agree that Peninsular's 2000 GCR plan, as revised, is reasonable and prudent and that Peninsular should

be authorized to implement a uniform GCR factor of \$0.35669 per hundred cubic feet for each of the billing months of January through December 2000.

The Commission FINDS that:

a. Jurisdiction is pursuant to 1909 PA 300, as amended, MCL 462.2 et seq.; MSA 22.21 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.

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. Peninsular Gas Company is authorized to incorporate a uniform gas cost recovery factor of \$0.35669 per hundred cubic feet for the billing months of January through December 2000.

C. Peninsular Gas Company shall file with the Commission, within 30 days, tariff sheets incorporating the gas cost recovery factor approved by 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/ John G. Strand

Chairman

( S E A L )

/s/ David A. Svanda

Commissioner

/s/ Robert B. Nelson

Commissioner

By its action of January 19, 2000.

/s/ Dorothy Wideman

Its Executive Secretary

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

---

Chairman

---

Commissioner

---

Commissioner

By its action of January 19, 2000.

---

Its Executive Secretary

In the matter of the application of )  
**PENINSULAR GAS COMPANY** for )  
authority to implement a gas cost recovery )  
plan and factors for calendar year 2000. )  
\_\_\_\_\_ )

Case No. U-12123

Suggested Minute:

“Adopt and issue order dated January 19, 2000 approving the settlement agreement and authorizing Peninsular Gas Company to implement its gas cost recovery plan and factors for calendar year 2000, as set forth in the order.”