

STATE OF MICHIGAN
BEFORE THE MICHIGAN PUBLIC SERVICE COMMISSION

* * * * *

In the matter of the application of)	
THE DETROIT EDISON COMPANY)	Case No. U-13634
for approval of steam purchase agreements.)	
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At the December 6, 2002 meeting of the Michigan Public Service Commission in Lansing, Michigan.

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

OPINION AND ORDER

On November 21, 2002, The Detroit Edison Company (Detroit Edison) filed an application for approval of 89 fixed price steam purchase agreements and 6 variable price agreements between Detroit Edison and the customers listed on Attachment A. The fixed price associated with these agreements is \$19.89 per 1,000 pounds of steam (Mlb). The variable price agreements are based on the previous month's New York Mercantile Exchange natural gas closing price. Detroit Edison also filed an affidavit of Thomas J. LaVere showing Detroit Edison's average cost of steam to be \$22.92 per Mlb.

The terms and conditions of the agreements filed by Detroit Edison are similar to those previously approved by the Commission. Eighty-eight of the agreements were executed without comment by both parties to the agreement. Accordingly, the Commission finds that those agreements are reasonable and in the public interest, and should be approved.

The remaining seven agreements were also fully executed. However, in each case, the customer did so with some reservation, protest, or comment indicating dissatisfaction with the terms of the agreement. Those customers are identified on Attachment A by the words “signed with comment.” The Commission will review those agreements if the seven customers make an appropriate formal request for the Commission to do so. In the interim, the prices, terms, and conditions contained in those agreements shall be in force subject to Detroit Edison’s applicable general rules, as approved by the Commission.

The Commission FINDS that:

a. Jurisdiction is pursuant to 1909 PA 300, as amended, MCL 462.2 et seq.; 1919 PA 419, as amended, MCL 460.51 et seq.; 1939 PA 3, as amended, MCL 460.1 et seq.; 1969 PA 306, as amended, MCL 24.201 et seq.; and the Commission’s Rules of Practice and Procedure, as amended, 1992 AACCS, R 460.17101 et seq.

b. The 88 steam purchase agreements executed without comment, identified on Attachment A, are reasonable and in the public interest, and should be approved.

c. The seven steam purchase agreements executed with comment identified on Attachment A will be reviewed by the Commission upon receipt of an appropriate formal request by these customers.

d. Ex parte approval of the 88 agreements executed without comment is appropriate.

THEREFORE, IT IS ORDERED that the 88 agreements between The Detroit Edison Company and its steam customers identified on Attachment A are approved. Copies of the steam purchase agreements are contained in the Commission’s docket file, but have not been attached to this order due to their length.

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 E A L)

/s/ David A. Svanda
Commissioner

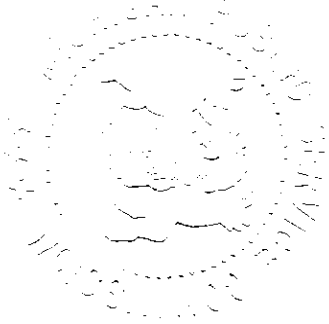
/s/ Robert B. Nelson
Commissioner

By its action of December 6, 2002.

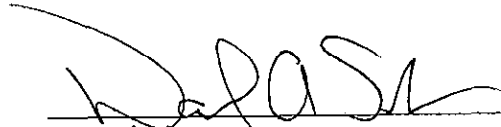
/s/ Dorothy Wideman
Its Executive Secretary

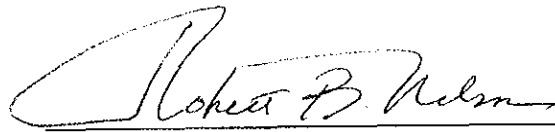
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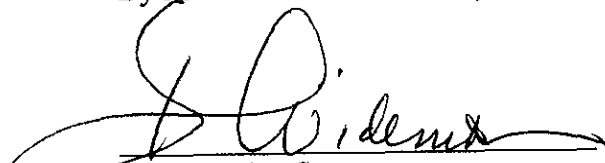


MICHIGAN PUBLIC SERVICE COMMISSION


Commissioner


Commissioner

By its action of December 6, 2002.


Its Executive Secretary

ATTACHMENT A

1 DETROIT PUBLIC SCHOOLS
2 FARBMAN MANAGEMENT GROUP
3 SUMMIT GROUP
4 HDC PARTNERS LLC -- Buhl Building – *signed with comment*
5 COLLEGE FOR CREATIVE STUDIES
6 HAMPTON RIDGE PROPERTIES
7 MATRIX REALTY
8 ONE DETROIT CENTER LTD PARTNERSHIP
9 AMERICAN RED CROSS SE MICH CHAPTER
10 P F MUTUAL BUILDING INC
11 MUSEUM OF AFRICAN AMERICAN HISTORY
12 MELODY FARMS LLC
13 NATIONAL BALTIMORE COMPANY
14 BAGLEY ACQUISITION CORPORATION – *signed with comment*
15 MICHIGAN OPERA THEATER
16 DETROIT SCIENCE CENTER
17 OLDE AND CO
18 MICH AFSCME CNCL 25
19 MICHIGAN DEPT OF CORRECTION
20 UNITED WAY COMMUNITY SERVICES
21 FEDERAL RES BK OF CHICAGO DET BRCH
22 MUSIC HALL CENTER INC
23 ARTED CHROME
24 607 ASSOCIATES LLC – *signed with comment*
25 SECOND BAPTIST CHURCH
26 ORCHESTRA HALL INC
27 DETROIT EDUCATIONAL TV FOUNDATION
28 220 ASSOC LLC – *signed with comment*
29 LUELLA HANNAN MEMORIAL HOME
30 WOODWARD KRESGE
31 DENNIS KEFALLINOIS
32 WOODWARD BUILDING PLAZA INC
33 RAYMOND JAMES & ASSOCIATES INC
34 FIRST INDEPENDENCE BANK
35 GREEK TOWN CASINO LLC
36 SALVATION ARMY
37 UPTOWN LAND DEVELOPMENT CORPORATION
38 MAC LEAN ENTERPRISES LLC
39 SHERLOCK ENTERPRISES
40 FIRST PARKER REALTY LLC
41 ARCHDIOCESE OF DETROIT
42 440 E CONGRESS PARTNERSHIP

43 MILLENNIUM PROPERTY MGMT OF DETROIT
44 ST PATRICKS SCHOOL
45 DONNYS FUNKY BROADWAY
46 MICHIGAN CHRONICLE PUBLISHING CO
47 MARSTON SACHS & OHARE
48 TIFFANY AND TERRYS COMEDY AND JAZZ CLUB
49 HISTORIC ST ANDREWS HALL INC
50 TRAPPERS PROPERTIES LLC
51 623 ASSOCIATES LLC – *signed with comment*
52 CHECKER BAR & GRILL INC
53 CHRIS V JASZCZAK
54 GLORIOUS FREEDOM MISSION
55 R F P DEVELOPMENT
56 AMD DEVELOPMENT LLC
57 SCARAB CLUB
58 JOHN K KING
59 HENRY THE HATTER
60 HANDY PARKING
61 GREAT LAKES HOTEL SUPPLY CO
62 ELIZABETH ST LOFTS INC
63 SHAWS GROOMING
64 FEDERAL COLLATERAL SOCIETY INC
65 JAMES MARTIN CHEVROLET INC
66 BOARDWALK DEVELOPMENT, LLC
67 SIMMONS & CLARK
68 HOT SAMS CLOTHING
69 BARRY OPENBRIER
70 MR & MR MENSWEAR
71 KARL KEDO
72 MUSIC MENU
73 GENERAL NUTRITION STORE NO 3136
74 ARCADE BAR & GRILLE
75 TEMPLE PLAZA HOTEL
76 HRG ASSOCIATES
77 GALERIA BIEGAS INC
78 MOTOR CITY BREWING WORKS INC
79 DR WILLIAM E LAWSON
80 DAVID SOLE
81 ROBERT WALKER DBA BOBS PHOTOS
82 TRAFFIC JAM AND SNUG
83 WALTER WATKINS
84 ATHENS LOUNGE
85 TIP TOE SHOE REPAIR
86 TRAPPERS PROPERTIES LLC
87 GEORGE BATSIKOURAS
88 CHRISTMAN CONSTRUCTION

89 SHARELL's HAIR DOCTOR's
90 SBC SERVICES INC
91 DETROIT WAYNE JOINT BLDG. AUTHORITY- *signed with comment*
92 MGM GRAND CASINO
93 PROFESSIONAL PLAZA
94 UNIVERSITY OF DETROIT LAW SCHOOL
95 PRESTIGE DEVELOPMENT COMPANY – *signed with comment*

PROOF OF SERVICE

STATE OF MICHIGAN)

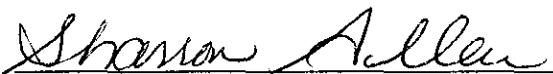
Case No. U-13634

County of Ingham)

Anita M. Castilla being duly sworn, deposes and says that on December 6, 2002, A.D. she served a copy of the attached Order by mailing copies thereof by first class mail, postage prepaid, or by inter-departmental mail, to the persons as shown on the attached service list.


Anita Castilla

Subscribed and sworn to before me
this 6th day of December 2002


Notary Public, Ingham, County, Michigan
My Commission expires August 16, 2004

SERVICE LIST FOR DOCKET # U - 13634-
DATE OF PREPARATION: 12/06/2002

CASE #

MS. SUSAN BEALE
THE DETROIT EDISON COMPANY
2000 SECOND AVENUE
DETROIT MI 48226

MR. MICHAEL J. SOLOCINSKI, JR.
THE DETROIT EDISON COMPANY
2000 SECOND AVENUE
DETROIT MI 48226

ALL ELECTRIC ORDERS

PAGE: 1
DATE: 12/10/2002

MR. ROGER FISCHER
2330 SMALLEY STREET
JACKSON MI 49203-

CONSUMERS ENERGY COMPANY
2000 MICHIGAN NATIONAL TOWER
LANSING MI 48933-

DATABASE SERVICES
LEXIS NEXIS
P.O. BOX 933
DAYTON OH 45401-

MR. MICHAEL PETERS
MICHIGAN ELECTRIC COOPERATIVE
2859 W. JOLLY ROAD
OKEMOS MI 48864-

MR. PHILLIP CROSS
PUBLIC UTILITIES REPORTS, INC.
8229 BOONE BOULEVARD, SUITE 401
VIENNA VA 22182-

MS. MONICA MARTINEZ
SENATE DEMOCRATIC STAFF
ROMNEY BUILDING
LANSING ID MAIL

MR. JOHN PESTLE
VARNUM, RIDDERING, SCHMIDT & HOWLETT
BRIDGEWATER PLACE
P.O. BOX 352
GRAND RAPIDS MI 49501-0352