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OF COUNSEL

August 1, 2003

Mr. Robert W. Kehres
Acting Executive Secretary
Michigan Public Service Commission
6545 Mercantile Way
P.O. Box 30221
Lansing, MI 48909

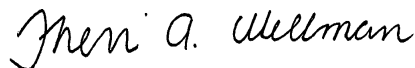
Re: MPSC Case No. U-12133 [e-file]

Dear Mr. Kehres:

Enclosed for filing is an original and four (4) copies of the Joint Report and Application of Wisconsin Public Service Corporation and Upper Peninsula Power Company to Refund. Also enclosed is an original Proof of Service. These documents are also being electronically filed. If you should have any questions, please kindly advise.

Very truly yours,

LOOMIS, EWERT, PARSLEY,
DAVIS & GOTTING, P.C.



Sherri A. Wellman

SAW/kab

STATE OF MICHIGAN
BEFORE THE MICHIGAN PUBLIC SERVICE COMMISSION

* * * *

In the matter of the proposal of the	)	
CHOICE ADVISORY COUNCIL for a statewide	)	Case No. U-12133
customer education program and other related	)	
matters.	)	
_____	)	

JOINT REPORT AND APPLICATION OF
WISCONSIN PUBLIC SERVICE CORPORATION AND
UPPER PENINSULA POWER COMPANY
TO REFUND

Wisconsin Public Service Corporation (“WPS Corp”) and Upper Peninsula Power Company (“UPPCO”) (collectively the “Companies”) file this Report and Application pursuant to the directives of the Michigan Public Service Commission (“Commission”) set forth in its April 17, 2003 Order issued in this case, representing as follows:

1. WPS Corp is a public utility with principal offices located at 700 N. Adams Street, Green Bay Wisconsin 54301. WPS Corp provides retail electric service and retail natural gas service to customers located throughout portions of north-east and north-central Wisconsin and the south-central portion of the Upper Peninsula of Michigan. WPS Corp’s Michigan retail operations are subject to the jurisdiction of the Commission.

2. UPPCO is a public utility with principal offices located at 600 Lakeshore Drive, Houghton, Michigan. UPPCO provides retail electric service to customers located throughout the north-central and north-western portions of the Upper Peninsula of Michigan. UPPCO’s retail operations are subject to the jurisdiction of the Commission.

3. Pursuant to the Commission's October 11, 2001 Order issued in this case, beginning January 1, 2002, the Companies implemented a CHOICE education surcharge of \$0.18 per meter per month in connection with Michigan retail electric sales. Pursuant to the Commission's April 17, 2003 Order directing the Companies to prospectively suspend the surcharge, the Companies terminated the surcharge at the end of their May 2003 billings.

4. The total surcharge amounts collected by WPS Corp and UPPCO including interest, are \$28,375.69 and \$163,881.52, respectively. (See Attachment A and B) The Companies were not assessed CHOICE education program expenses.

5. The Companies propose to refund the entire surcharge amounts collected, including interest, by a prospective one-time credit of: (i) \$3.12 per meter for all WPS Corp electric customers that have a meter; and (ii) \$3.21 per meter for all UPPCO customers who have a meter in the manner in which the surcharge was assessed. The credits would be applied in the first billing month that begins after the issuance of the Commission's order approving the credits. The credits would be applied to all then existing customers, regardless of the length of time that they have been customers. Customers who leave the Companies' systems before the refund month will not receive credits or refunds. The Commission in its July 23, 2003 Order issued in this case approved a refunding methodology for Alpena Power Company similar to that proposed herein.

6. Any over or under refund as a result of the application of the credits is expected to be insignificant and should therefore not be subject to further adjustment. As an alternative, the Companies would propose that any over or under refund be reconciliation in the Companies' 2003 PSCR reconciliation, with no interest accruing on such over or under refund amounts until after December 31, 2003.

7. In its April 17, 2002, the Commission encouraged the utilities to use the amounts collected pursuant to the surcharge to promote green power. The Companies have green power tariffs in place, and the Companies, have in the past and, are prepared to continue to promote the use of green power without use of the surcharge funds. Furthermore, the Companies believe that in light of their recent rate increases (MPSC Case Nos. U-13497 and U-13688), their customers would be better served by receiving a credit.

8. The Companies represent that this Joint Report and Application may be approved without notice and hearing in that the requested relief does not increase the cost of service or rates for the Companies' electric customers in Michigan.

WHEREFORE, the Companies respectfully request that the Commission issue an ex parte order:

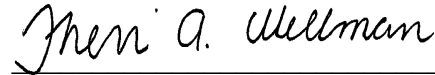
- A. Accepting the Joint Report and Application for filing;
- B. Authorizing WPS Corp to refund the entire amount of the funds it has collected, including interest, pursuant to the surcharge by application of a one time credit to its electric customers bills of \$3.12 per meter in the first billing month beginning after the issuance of the Commission's order approving such refund;
- C. Authorizing UPPCO to refund the entire amount of the funds it has collected, including interest, pursuant to the surcharge by application of a one time credit to its customers bills of \$3.21 per meter in the first billing month beginning after the issuance of the Commission's order approving such refund; and

- D. Grant all other relief requested in the Joint Report and Application and any additional relief as shall be lawful and proper.

Dated: August 1, 2003

By:

Respectfully submitted,
WISCONSIN PUBLIC SERVICE CORPORATION
AND UPPER PENINSULA POWER COMPANY



One of their attorneys
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Attorneys for WISCONSIN PUBLIC SERVICE
CORPORATION AND UPPER PENINSULA
POWER COMPANY

Attachment A

Wisconsin Public Service
Detail of MI Choice Payable By Month

Date	Net Charge Collected	Beginning Balance	Ending Balance	Average Balance	Interest Rate	Interest Charges
2002-0	\$0.24					
2002-1	\$683.44	\$0.24	\$683.68	\$341.96	0.0184	\$6.27
2002-2	\$1,512.49	\$683.68	\$2,196.17	\$1,439.93	0.0184	\$26.42
2002-3	\$1,522.39	\$2,196.17	\$3,718.56	\$2,957.37	0.0185	\$54.56
2002-4	\$1,518.20	\$3,718.56	\$5,236.76	\$4,477.66	0.0185	\$83.02
2002-5	\$1,642.27	\$5,236.76	\$6,879.03	\$6,057.90	0.0182	\$109.95
2002-6	\$1,639.54	\$6,879.03	\$8,518.57	\$7,698.80	0.0182	\$140.20
2002-7	\$1,631.74	\$8,518.57	\$10,150.31	\$9,334.44	0.0185	\$172.31
2002-8	\$1,640.99	\$10,150.31	\$11,791.30	\$10,970.81	0.0181	\$198.68
2002-9	\$1,638.55	\$11,791.30	\$13,429.85	\$12,610.58	0.0181	\$228.00
2002-10	\$1,630.94	\$13,429.85	\$15,060.79	\$14,245.32	0.0187	\$266.53
2002-11	\$1,519.42	\$15,060.79	\$16,580.21	\$15,820.50	0.0170	\$268.79
2002-12	\$1,502.55	\$16,580.21	\$18,082.76	\$17,331.49	0.0143	\$247.84
2003-1	\$1,556.00	\$18,082.76	\$19,638.76	\$18,860.76	0.0136	\$256.32
2003-2	\$1,529.90	\$19,638.76	\$21,168.66	\$20,403.71	0.0136	\$277.49
2003-3	\$1,523.04	\$21,168.66	\$22,691.70	\$21,930.18	0.0137	\$299.57
2003-4	\$1,513.53	\$22,691.70	\$24,205.23	\$23,448.47	0.0134	\$314.91
2003-5	\$576.77	\$24,205.23	\$24,782.00	\$24,493.62	0.0135	\$330.91
2003-6	(\$16.09)	\$24,782.00	\$24,765.91	\$24,773.96	0.0132	\$328.01
Total	\$24,765.91					\$ 3,609.78
Total to be refunded			\$28,375.69			
Estimated Customers/Meters			9,100			
Refund per Customer/Meter			\$3.12			

Attachment B

Upper Peninsula Power Co.
Detail by Account 242260 Mi Choice Payable By Month

Date	Net Charge Collected	Beginning Balance	Ending Balance	Average Balance	Interest Rate	Interest Charges
2002-0	\$1.30					
2002-1	\$3,490.04	\$1.30	\$3,491.34	\$1,746.32	0.0189	\$33.01
2002-2	\$8,992.89	\$3,491.34	\$12,484.23	\$7,987.79	0.0185	\$147.77
2002-3	\$9,111.84	\$12,484.23	\$21,596.07	\$17,040.15	0.0188	\$320.35
2002-4	\$9,088.71	\$21,596.07	\$30,684.78	\$26,140.43	0.0188	\$491.44
2002-5	\$9,101.26	\$30,684.78	\$39,786.04	\$35,235.41	0.0190	\$669.47
2002-6	\$9,069.27	\$39,786.04	\$48,855.31	\$44,320.68	0.0190	\$842.09
2002-7	\$9,060.20	\$48,855.31	\$57,915.51	\$53,385.41	0.0186	\$992.97
2002-8	\$9,087.72	\$57,915.51	\$67,003.23	\$62,459.37	0.0187	\$1,167.99
2002-9	\$9,059.04	\$67,003.23	\$76,062.27	\$71,532.75	0.0188	\$1,344.82
2002-10	\$9,058.77	\$76,062.27	\$85,121.04	\$80,591.66	0.0188	\$1,515.12
2002-11	\$9,072.78	\$85,121.04	\$94,193.82	\$89,657.43	0.0163	\$1,461.42
2002-12	\$9,070.81	\$94,193.82	\$103,264.63	\$98,729.23	0.0143	\$1,411.83
2003-1	\$9,061.12	\$103,264.63	\$112,325.75	\$107,795.19	0.0135	\$1,455.24
2003-2	\$9,057.39	\$112,325.75	\$121,383.14	\$116,854.45	0.0135	\$1,577.54
2003-3	\$9,117.14	\$121,383.14	\$130,500.28	\$125,941.71	0.0135	\$1,700.21
2003-4	\$9,023.36	\$130,500.28	\$139,523.64	\$135,011.96	0.0135	\$1,822.66
2003-5	\$3,781.72	\$139,523.64	\$143,305.36	\$141,414.50	0.0135	\$1,909.10
2003-6	(\$91.94)	\$143,305.36	\$143,213.42	\$143,259.39	0.0126	\$1,805.07
Total	\$143,213.42					\$ 20,668.10
Total to be refunded			\$163,881.52			
Estimated Customers/Meters			51,000			
Refund per Customer/Meter			\$3.21			

STATE OF MICHIGAN

BEFORE THE MICHIGAN PUBLIC SERVICE COMMISSION

In the matter of the proposal of the)
CHOICE ADVISORY COUNCIL for a)
statewide customer education program)
and other related matters.)
_____)

Case No. U-12133

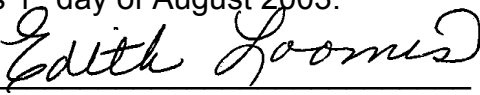
PROOF OF SERVICE

STATE OF MICHIGAN)
) ss
COUNTY OF INGHAM)

Kathleen Berrena, being duly sworn, deposes and says that she is employed in the law offices of Loomis, Ewert, Parsley, Davis & Gotting, P.C. and that on the 1st day of August, 2003, she served a copy of **Joint Report and Application of Wisconsin Public Service Corporation and Upper Peninsula Power Company to Refund** upon the persons on attached Service List by sealed envelopes with first-class postage fully prepaid, addressed to them at the addresses set forth and by depositing the envelope and contents in the United States government mail.


Kathleen Berrena

Subscribed and sworn to before me
this 1st day of August 2003.



Edith D. Loomis, Notary Public
Ingham County, Michigan
My Commission Expires: 12/5/2006

**SERVICE LIST
CASE NO. U-12133**

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Hon Daniel E Nickerson

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