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MPSC Authorizes The Detroit Edison Company to Decrease Bond Principal and Interest Securitization Surcharge, Decrease Bond Tax Surcharge

February 22, 2011

The Michigan Public Service Commission (MPSC) today authorized The Detroit Edison Company to decrease its bond principal and interest securitization surcharge and decrease the bond tax surcharge for the period of March 1 through Feb. 29, 2012.

The Commission authorized the company to decrease its bond principal and interest securitization surcharge from 4.93 mills per kilowatt-hour (kWh) to 4.01 mills per kWh and to decrease the tax surcharge from 2.08 mills per kWh to 1.84 mills per kWh. A residential customer using 500 kilowatt-hours a month will see a decrease of about 58 cents on their monthly bill.

The changes are part of periodic true-up of the charges required to ensure that the amounts collected are sufficient to service the securitization bonds and to recover the associated tax liability.

In approving the changes, the MPSC noted that the adjustments are routine, the calculations are accurate, and the proposed adjustments conform to the approved methodology.

The MPSC is an agency within the Department of Energy, Labor & Economic Growth.

Case No. U-12478