



A CMS Energy Company

October 8, 2010

Ms. Mary Jo Kunkle
Executive Secretary
Michigan Public Service Commission
6545 Mercantile Way
Lansing, Michigan 48909

Re: Request of Consumers Energy Company for Routine True-up Adjustment of
Securitization Charge and Securitization Bond Tax Charge

Dear Ms. Kunkle:

In accordance with the October 24, 2000 and January 4, 2001 orders of the Michigan Public Service Commission (the "Commission") in MPSC Case No. U-12505, Consumers Energy Company hereby submits for the Commission's review and approval its 2010 annual routine true-up adjustment to the current Securitization Charge and Securitization Tax Charge.

This request is filed pursuant to the Commission's January 4, 2001 order, *supra*, which provides in pertinent part:

[T]he servicer of the securitization bonds should initiate each routine true-up pursuant to Section 10k(3) of Act 142 by filing a request for adjustment that (1) explains how its proposed revision of the securitization and tax charges will ensure the expected recovery of amounts sufficient to timely provide all payments of debt service and other required amounts and charges in connection with the securitization bonds, (2) shows the computation of the proposed adjustments to the securitization charge and the tax charge currently in place, and (3) seeks Commission review and approval – on an expedited basis – of the arithmetic computations contained in the proposed adjustments before they can be implemented. All reviews conducted by the Commission of the computations shall be consistent with the requirements of Section 10k(3) of Act 142 for a true-up mechanism. This review must be completed regarding the servicer's request for adjustments to the securitization charge and the tax charge pursuant to a routine true-up within 45 days after the servicer files its request for adjustment [footnote omitted]. The determination of the Commission in response to a request for adjustment shall be provided by the Commission to the servicer within the aforementioned 45-day period. The adjustments by the

Commission will be to the securitization charge and the tax charge in effect prior to the filing of the request for adjustment and those charges shall remain in place until the adjustments have become effective and are being billed to customers.

January 4, 2001 order in MPSC Case No. U-12505 at 4.

In accordance with these provisions, Consumers has attached to this letter Attachment A and Attachment B. Attachment A reflects the routine true-up adjustment formula approved by the Commission in the October 24, 2000 Financing Order issued in MPSC Case No. U-12505 and shows the computation of the proposed adjustments to the Securitization Bond and Securitization Bond Tax Charge currently in place. Attachment A demonstrates, pursuant to the January 4, 2001 order, *supra*, how the proposed revision of the securitization and tax charges will ensure the expected recovery of amounts sufficient to timely provide all payments of debt service and other required amounts and charges in connection with the securitization bonds for the period December 2010 through November 2011 and shows the computation of the proposed adjustments to the securitization charge and the tax charge currently in place. Further supporting details can be found within Attachment B.

For all of the reasons stated herein, Consumers hereby respectfully requests the Commission to review and approve on an expedited basis the computations contained in the attachments hereto consistent with the requirements of Section 10k(3) of Act 142, MCL 460.10k(3), the October 24, 2000 and January 4, 2001 orders issued in MPSC Case No. U-12505 and Rule C9 of the Company's electric tariffs, a copy of which is attached hereto as Attachment C. Consumers further requests that the Commission timely approve this request so that the new securitization charge of \$0.001250 per kWh and the new securitization tax charge of \$0.000597 per kWh become effective for bills rendered on and after the December billing month. It is anticipated that the newly-approved securitization charge and securitization tax charge will remain in effect until a change is authorized by the Commission in a future true-up proceeding. Upon the Commission's approval, Consumers will file updated tariff sheets associated with implementing the approved charges.

Respectfully submitted,

CONSUMERS ENERGY COMPANY

By _____
 Ronn J. Rasmussen
 Vice President,
 Rates & Regulation

cc: Mr. William Stosik

Consumers Energy Company
Securitization Bond and Tax Charges for Next Period
December 2010 through November 2011
Per Rule C9 and U-12505 Orders dated October 24, 2000 and January 4, 2001

Next Period Securitization Bond Charge

Next Period Required Securitization Revenue

1	Principal Payments	
2	Interest Charges	\$36,923,969
3	Servicing, Administrative, and Professional Fees	10,962,639
4	Required Over-Collateralization Subaccount Funding	631,163
5	Total	<u>167,354</u>
		\$48,685,125

Current True-Up Period Actual and Estimated Securitization Revenue

6	Cash Receipts Transferred to Trustee	\$49,305,854
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Current True-Up Period Actual and Estimated Securitization Costs

7	Principal Payments	\$35,241,937
8	Interest Charges	12,891,616
9	Required General Subaccount Funding Over Previous Year Estimate	(371,608)
10	Servicing, Administrative, and Professional Fees	720,658
11	Required Cash Over-Collateralization Subaccount Funding Net of Interest Earned	<u>167,044</u>
12	Total	\$48,649,647

13	(Over)/Under Collections of True-Up Period Securitization Bond Charge Requirement (Line 12 - Line 6)	(\$656,207)
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14	Beginning (Over)/Under Collection From Prior Estimate	<u>(1,369,535)</u>
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15	Total (Over)/Under Collections of True-Up Period Securitization Bond Charge Requirement (Line 14 + Line 13)	(\$2,025,742)
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Calculation Of Next Period Securitization Bond Charge

16	Total Securitization Bond Charge Obligation To Be Collected during Forecast Period (Line 5 + Line 15)	\$46,659,383
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17	Forecasted MWH Sales	37,322,229
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18	Next Period Securitization Bond Charge (Line 16 / (Line 17 x 1,000)) \$(/KWH	\$ 0.001250
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Consumers Energy Company
Securitization Bond and Tax Charges for Next Period
December 2010 through November 2011
Per Rule C9 and U-12505 Orders dated October 24, 2000 and January 4, 2001

<u>Next Period Securitization Tax Charge</u>		<u>Amount</u>
Next Period Required Tax Revenue		
19	Federal Income Tax	
	Principal Payment (Line 1) x ((1/(1-FIT Rate))-1)	\$19,882,137
20	Michigan Business Tax: Business Income Tax (Bond Surcharge Revenue + Tax Surcharge Revenue - Interest - Fees) x Bus Tax Rate x (1/(1- Bus Tax))	\$2,975,393
21	Michigan Business Tax: Gross Receipts Tax (Bond Surcharge Revenue + Tax Surcharge Revenue) x Gross Receipt Tax Rate x (1/(1- Gross Receipt Tax))	\$554,253
Current True-Up Period (Over)/Under Collection		
22	True-Up Period Actual Securitization Tax Charge Revenue	\$23,302,523
23	True-Up Period Actual Securitization Tax Charge Requirements	<u>22,284,179</u>
24	(Over)/Under Collections of True-Up Period Securitization Tax Charge (Line 23 - Line 22)	(\$1,018,344)
25	Interest Rate	<u>12.25%</u>
26	Carrying Cost on (Over)/Undercollection	<u>(124,747)</u>
27	Total (Over)/Undercollections (Line 24 + Line 26)	<u>(1,143,091)</u>
Calculation Of Next Period Tax Charge		
28	Total Securitization Tax Charge Obligation To Be Collected During Forecast Period (L19 + L20 + L21 + L27)	\$22,268,692
29	Forecasted MWH Sales (Line 17)	37,322,229
30	Securitization Tax Charge (Line 28 / (Line 29 x 1,000)) \$/KWH	\$ 0.000597
Calculation Of Next Period Total Securitization Bond and Tax Charge		
31	Total Securitization Bond Charges and Tax Charges In Forecast Period (Line 18 + Line 30) \$/KWH	\$ 0.001847

Consumers Energy Company
Securitization Bond and Tax Charges for Next Period
December 2010 through November 2011
Per Rule C9 and U-12505 Orders dated October 24, 2000 and January 4, 2001

		Next Period	Current Charges
32	Total Securitization Bond Charge Collections	\$46,659,383	
33	Forecasted MWH Sales	37,322,229	
34	Securitization Bond Charge (Line 32 / (Line 33 x 1,000)) \$/KWH	\$ 0.001250	\$ 0.001327
35	Total Securitization Tax Charge Collections	\$22,268,692	
36	Forecasted MWH Sales	37,322,229	
37	Securitization Tax Charge (Line 35 / (Line 36 x 1,000)) \$/KWH	\$ 0.000597	\$ 0.000629
38	Total Securitization Bond Charges and Tax Charges (Line 34 + Line 37) \$/KWH	\$ 0.001847	\$ 0.001956

Source:

Line 1-3 Attachment B, Page 2 of 16, Lines 14-19
Line 4 Consumers Funding LLC Prospectus Supplement Dated October 31, 2001, pages S-9 through S-12
Line 6 Attachment B, Page 1 of 16, Line 15
Lines 7-8 Attachment B, Page 1 of 16, Lines 16-17
Line 9 Attachment B, Page 1 of 16, Line 24 column Nov '10 less Line 24 column Dec '09
Line 10 Attachment B, Page 1 of 16, Lines 18-20
Line 11 Consumers Funding LLC Prospectus Supplement Dated October 31, 2001, pages S-9 through S-12, annual funding less Attachment B, page 1 of 16, Line 27, column Nov '10
Line 14 Attachment B, Page 1 of 16, Line 28, column Dec '09 less Line 22, column Dec '09
Line 17 Attachment B, Page 2 of 16, Line 1, column Total
Line 22 Attachment B, Page 1 of 16, Line 12
Line 23 Attachment A, Page 1 of 3, Line 7 x (1/((1-.0495-.008) x (1-.35)))-1)
Line 32 Line 16
Line 34 Current Charges Column - Consumers Energy Tariff
Line 35 Line 28
Line 37 Current Charges Column - Consumers Energy Tariff

[illegible]

Note: (1) Securitization Tax Collected is a ratio of tax surcharge to the securitization surcharge. For the months of February 2010 through November, 2010, this amounts to a ratio of \$,000,629,950/\$,001,327 or 47.40% of the Securitization Cash Remitted. For December 2009 and January 2009, the amounts reflect a composite of the current tax ratio and previous tax ratio of \$,000,611/\$,001,358. The composite is based on span days from billing charts. The tax amounts are retained by Consumers Energy Company.

(2) General Subaccount Funding represents a cash accumulation required for the operation of the Trust based on the highest two months' *projected* collections (August & September 2011)

(3) Interest Accrued in the overcollateralization account balance will be used to offset the future required funding for the overcollateralization Subaccount

SECURITIZATION CHARGE ESTIMATE
December 2010 - November 2011

Attachment B
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Line	Securitization Charge	Dec-10	Jan-11	Feb-11	Mar-11	Apr-11	May-11	Jun-11	Jul-11	Aug-11	Sep-11	Oct-11	Nov-11	Total
1	Billed Sales (MWh)	3,262,260	3,267,882	3,127,133	2,922,238	2,944,074	2,756,904	3,001,113	3,322,561	3,367,013	3,334,370	2,962,855	3,053,826	37,322,229
2	Securitization Charge Rate	1.250	1.250	1.250	1.250	1.250	1.250	1.250	1.250	1.250	1.250	1.250	1.250	
3	Securitization Charge	\$ 4,077,825	\$ 4,084,852	\$ 3,908,916	\$ 3,652,798	\$ 3,680,092	\$ 3,446,130	\$ 3,751,392	\$ 4,153,202	\$ 4,208,766	\$ 4,167,962	\$ 3,703,569	\$ 3,817,282	
4	Uncollectible Adjustment	<u>0.997</u>	<u>0.997</u>	<u>0.997</u>	<u>0.997</u>	<u>0.997</u>	<u>0.997</u>	<u>0.997</u>	<u>0.997</u>	<u>0.997</u>	<u>0.997</u>	<u>0.997</u>	<u>0.997</u>	
5	Securitization Charge Collections	\$ 4,065,592	\$ 4,072,597	\$ 3,897,189	\$ 3,641,840	\$ 3,669,052	\$ 3,435,792	\$ 3,740,138	\$ 4,140,742	\$ 4,196,140	\$ 4,155,458	\$ 3,692,458	\$ 3,805,830	\$ 4,196,140
Securitization Tax Charge														
6	Billed Sales (MWh)	3,262,260	3,267,882	3,127,133	2,922,238	2,944,074	2,756,904	3,001,113	3,322,561	3,367,013	3,334,370	2,962,855	3,053,826	37,322,229
7	Securitization Tax Rate	<u>0.997</u>	<u>0.997</u>	<u>0.997</u>	<u>0.997</u>	<u>0.997</u>	<u>0.997</u>	<u>0.997</u>	<u>0.997</u>	<u>0.997</u>	<u>0.997</u>	<u>0.997</u>	<u>0.997</u>	
8	Securitization Tax Charge	\$ 1,947,569	\$ 1,950,326	\$ 1,866,898	\$ 1,744,576	\$ 1,757,612	\$ 1,643,872	\$ 1,791,665	\$ 1,983,569	\$ 2,010,107	\$ 1,990,619	\$ 1,768,825	\$ 1,823,134	
9	Uncollectible Adjustment	<u>0.997</u>	<u>0.997</u>	<u>0.997</u>	<u>0.997</u>	<u>0.997</u>	<u>0.997</u>	<u>0.997</u>	<u>0.997</u>	<u>0.997</u>	<u>0.997</u>	<u>0.997</u>	<u>0.997</u>	
10	Securitization Tax Collections	\$ 1,941,726	\$ 1,945,073	\$ 1,861,297	\$ 1,739,342	\$ 1,752,339	\$ 1,640,934	\$ 1,786,290	\$ 1,977,618	\$ 2,004,077	\$ 1,984,647	\$ 1,763,519	\$ 1,817,665	\$ 22,214,527
Cash Receipts														
11	Daily Cash Transfers to Trustee	4,065,592	4,072,597	3,897,189	3,641,840	3,669,052	3,435,792	3,740,138	4,140,742	4,196,140	4,155,458	3,692,458	3,805,830	46,512,828
12	Investment Income Net of Trustee Fees	251	251	251	251	251	251	251	251	251	251	251	251	3,016
13	Total Cash Receipts	4,065,843	4,072,848	3,897,440	3,642,091	3,669,303	3,436,043	3,740,389	4,140,993	4,196,391	4,155,709	3,692,709	3,806,081	46,515,844
Cash Disbursements														
14	Principal		9,095,352			9,116,060			8,540,336			10,172,221		36,923,969
15	Interest		2,924,121			2,800,651			2,676,901			2,560,966		10,962,639
16	Servicing Fee		130,237			124,553			118,855			113,518		487,163
17	Administrative Fee		20,000			20,000			20,000			20,000		80,000
18	Professional Fees		\$27,250			\$12,250			\$12,250			\$12,250		64,000
19	Total Cash Disbursements	\$ 12,196,960	\$ 12,073,514	\$ 11,368,342	\$ 11,368,342	\$ 11,368,342	\$ 11,368,342	\$ 11,368,342	\$ 11,368,342	\$ 11,368,342	\$ 11,368,342	\$ 11,368,342	\$ 11,368,342	48,517,771
20	Beginning Cash Balance	\$ 14,226,178												
21	Net Available Cash	\$ 18,292,021	\$ 10,167,910	\$ 14,065,350	\$ 17,707,441	\$ 9,303,231	\$ 12,739,274	\$ 16,479,664	\$ 9,252,315	\$ 13,448,706	\$ 17,604,416	\$ 8,418,170	\$ 12,224,251	

<u>Date</u>	<u>Principal Payment</u>	<u>Interest Payment</u>	<u>Date</u>	<u>Principal Payment</u>	<u>Interest Payment</u>	<u>Date</u>	<u>Principal Payment</u>	<u>Interest Payment</u>
11/08/01	-	-	12/20/04	-	-	12/20/07	-	-
12/20/01	-	-	01/20/05	7,119,169	5,164,936	01/20/08	7,937,626	4,207,214
01/20/02	-	-	02/20/05	-	-	02/20/08	-	-
02/20/02	-	-	03/20/05	-	-	03/20/08	-	-
03/20/02	-	-	04/20/05	7,139,068	5,097,304	04/20/08	7,961,186	4,108,390
04/20/02	-	-	05/20/05	-	-	05/20/08	-	-
05/20/02	-	-	06/20/05	-	-	06/20/08	-	-
06/20/02	-	-	07/20/05	6,443,105	5,029,483	07/20/08	7,330,038	4,009,273
07/20/02	8,344,319	16,112,669	08/20/05	-	-	08/20/08	-	-
08/20/02	-	-	09/20/05	-	-	09/20/08	-	-
09/20/02	-	-	10/20/05	7,944,517	4,968,274	10/20/08	8,901,347	3,918,014
10/20/02	7,305,312	5,700,495	11/20/05	-	-	11/20/08	-	-
11/20/02	-	-	12/20/05	-	-	12/20/08	-	-
12/20/02	-	-	01/20/06	7,343,591	4,892,801	01/20/09	8,294,630	3,807,193
01/20/03	6,659,139	5,653,193	02/20/06	-	-	02/20/09	-	-
02/20/03	-	-	03/20/06	-	-	03/20/09	-	-
03/20/03	-	-	04/20/06	7,358,261	4,823,037	04/20/09	8,313,063	3,703,925
04/20/03	6,696,018	5,610,076	05/20/06	-	-	05/20/09	-	-
05/20/03	-	-	06/20/06	-	-	06/20/09	-	-
06/20/03	-	-	07/20/06	6,679,582	4,746,217	07/20/09	7,696,871	3,600,427
07/20/03	6,034,392	5,557,629	08/20/06	-	-	08/20/09	-	-
08/20/03	-	-	09/20/06	-	-	09/20/09	-	-
09/20/03	-	-	10/20/06	8,209,282	4,670,237	10/20/09	9,285,129	3,504,601
10/20/03	7,515,622	5,500,303	11/20/06	-	-	11/20/09	-	-
11/20/03	-	-	12/20/06	-	-	12/20/09	-	-
12/20/03	-	-	01/20/07	7,610,977	4,576,856	01/20/10	8,671,011	3,389,001
01/20/04	6,921,887	5,428,904	02/20/07	-	-	02/20/10	-	-
02/20/04	-	-	03/20/07	-	-	03/20/10	-	-
03/20/04	-	-	04/20/07	7,633,372	4,490,281	04/20/10	8,684,964	3,281,047
04/20/04	6,927,377	5,363,146	05/20/07	-	-	05/20/10	-	-
05/20/04	-	-	06/20/07	-	-	06/20/10	-	-
06/20/04	-	-	07/20/07	6,982,137	4,400,418	07/20/10	8,090,869	3,165,701
07/20/04	6,225,339	5,297,336	08/20/07	-	-	08/20/10	-	-
08/20/04	-	-	09/20/07	-	-	09/20/10	-	-
09/20/04	-	-	10/20/07	8,536,303	4,313,491	10/20/10	9,705,093	3,055,867
10/20/04	7,711,482	5,238,195	11/20/07	-	-	11/20/10	-	-
11/20/04	-	-						

Source: Morgan Stanley

Estimated Other Professional Fees for Period ending November 30, 2011

Attachment B
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	<u>Dec-10</u>	<u>Jan-11</u>	<u>Feb-11</u>	<u>Mar-11</u>	<u>Apr-11</u>	<u>May-11</u>	<u>Jun-11</u>	<u>Jul-11</u>	<u>Aug-11</u>	<u>Sep-11</u>	<u>Oct-11</u>	<u>Nov-11</u>	<u>Total</u>
PricewaterhouseCoopers		\$10,500			\$10,500			\$10,500			\$10,500		\$42,000
Rating Agency Fees	15,000												15,000
State of Delaware Fees													-
Trustee Legal Fees													-
Independent Managers Fees		1,750			1,750			1,750			1,750		7,000
	\$15,000	\$12,250	\$0	\$0	\$12,250	\$0	\$0	\$12,250	\$0	\$0	\$12,250	\$0	\$64,000

Actual Other Professional Fees for Period ending November 30, 2010

	<u>Dec-09</u>	<u>Jan-10</u>	<u>Feb-10</u>	<u>Mar-10</u>	<u>Apr-10</u>	<u>May-10</u>	<u>Jun-10</u>	<u>Jul-10</u>	<u>Aug-10</u>	estimated <u>Sep-10</u>	estimated <u>Oct-10</u>	estimated <u>Nov-10</u>	<u>Total</u>
PricewaterhouseCoopers		\$10,500			\$10,500			\$10,500			\$10,500		\$42,000
Rating Agency Fees	15,000												15,000
State of Delaware Fees													-
Trustee Legal Fees													-
Independent Managers Fees		1,750			1,750			1,750			1,750		7,000
	\$15,000	\$12,250	\$0	\$0	\$12,250	\$0	\$0	\$12,250	\$0	\$0	\$12,250	\$0	\$64,000

<u>Billing Month</u>	<u>Remittance Date</u>	<u>Total Cash Collections</u>	<u>Collection Curve Percent</u>	<u>Adjusted Cash Collections</u>	<u>Securitization Charge Calculated & Remitted</u>	<u>Securitization Charge Net Ratio to Total Cash</u>
Sep-09	9/1/2009	11,754,642	100%	11,754,642	142,416	1.21%
	9/2/2009	18,891,879	100%	18,891,879	216,064	1.14%
	9/3/2009	12,061,982	100%	12,061,982	137,313	1.14%
	9/4/2009	10,720,876	100%	10,720,876	121,258	1.13%
	9/8/2009	10,998,212	100%	10,998,212	130,935	1.19%
	9/9/2009	16,324,790	100%	16,324,790	251,587	1.54%
	9/10/2009	26,280,930	100%	26,280,930	352,668	1.34%
	9/11/2009	14,131,829	100%	14,131,829	160,921	1.14%
	9/14/2009	11,305,913	100%	11,305,913	126,222	1.12%
	9/15/2009	14,152,943	100%	14,152,943	189,067	1.34%
	9/16/2009	24,038,788	100%	24,038,788	301,438	1.25%
	9/17/2009	13,035,481	100%	13,035,481	167,036	1.28%
	9/18/2009	13,748,606	100%	13,748,606	183,430	1.33%
	9/21/2009	11,740,277	100%	11,740,277	159,400	1.36%
	9/22/2009	14,492,420	100%	14,492,420	194,108	1.34%
	9/23/2009	23,436,291	100%	23,436,291	416,146	1.78%
	9/24/2009	11,213,700	100%	11,213,700	137,461	1.23%
	9/25/2009	10,833,345	100%	10,833,345	232,682	2.15%
	9/28/2009	10,644,509	100%	10,644,509	194,006	1.82%
	9/29/2009	25,242,679	100%	25,242,679	433,349	1.72%
	9/30/2009	21,575,602	100%	21,575,602	279,330	1.29%
				326,625,694	4,526,837	

<u>Billing Month</u>	<u>Remittance Date</u>	<u>Total Cash Collections</u>	<u>Collection Curve Percent</u>	<u>Adjusted Cash Collections</u>	<u>Securitization Charge Calculated & Remitted</u>	<u>Securitization Charge Net Ratio to Total Cash</u>
Oct-09	10/1/2009	14,063,651	100%	14,063,651	158,255	1.13%
	10/2/2009	13,281,282	100%	13,281,282	170,331	1.28%
	10/5/2009	13,756,732	100%	13,756,732	202,199	1.47%
	10/6/2009	15,452,389	100%	15,452,389	188,088	1.22%
	10/7/2009	21,169,965	100%	21,169,965	278,240	1.31%
	10/8/2009	13,379,463	100%	13,379,463	155,159	1.16%
	10/9/2009	33,770,647	100%	33,770,647	618,174	1.83%
	10/13/2009	13,498,910	100%	13,498,910	180,350	1.34%
	10/13/2009	13,235,040	100%	13,235,040	174,229	1.32%
	10/14/2009	23,542,530	100%	23,542,530	504,506	2.14%
	10/15/2009	10,802,819	100%	10,802,819	147,861	1.37%
	10/16/2009	16,805,040	100%	16,805,040	236,110	1.40%
	10/19/2009	11,834,307	100%	11,834,307	194,345	1.64%
	10/20/2009	14,801,007	100%	14,801,007	276,262	1.87%
	10/21/2009	24,523,068	100%	24,523,068	658,260	2.68%
	10/22/2009	13,226,726	100%	13,226,726	168,591	1.27%
	10/23/2009	9,808,028	100%	9,808,028	73,969	0.75%
	10/26/2009	9,125,487	100%	9,125,487	70,607	0.77%
	10/27/2009	12,082,454	100%	12,082,454	72,774	0.60%
	10/28/2009	18,719,083	100%	18,719,083	94,349	0.50%
	10/29/2009	10,970,927	100%	10,970,927	140,335	1.28%
	10/30/2009	9,478,907	100%	9,478,907	140,940	1.49%
				337,328,462	4,903,934	

<u>Billing Month</u>	<u>Remittance Date</u>	<u>Total Cash Collections</u>	<u>Collection Curve Percent</u>	<u>Adjusted Cash Collections</u>	<u>Securitization Charge Calculated & Remitted</u>	<u>Securitization Charge Net Ratio to Total Cash</u>
Nov-09	11/2/2009	16,871,084	100%	16,871,084	278,511	1.65%
	11/3/2009	11,363,220	100%	11,363,220	136,843	1.20%
	11/4/2009	16,536,289	100%	16,536,289	293,389	1.77%
	11/5/2009	15,684,163	100%	15,684,163	227,333	1.45%
	11/6/2009	12,361,927	100%	12,361,927	160,653	1.30%
	11/9/2009	10,104,827	100%	10,104,827	137,667	1.36%
	11/10/2009	11,131,525	100%	11,131,525	146,493	1.32%
	Bank Holiday	11/12/2009	100%	17,418,216	77,330	0.44%
		11/12/2009	100%	12,250,368	75,874	0.62%
		11/13/2009	100%	5,835,946	72,372	1.24%
		11/16/2009	100%	8,186,153	70,036	0.86%
		11/17/2009	100%	14,095,075	72,726	0.52%
		11/18/2009	100%	17,813,064	271,827	1.53%
		11/19/2009	100%	8,493,347	114,719	1.35%
		11/20/2009	100%	7,909,219	117,067	1.48%
		11/23/2009	100%	15,054,008	256,967	1.71%
		11/24/2009	100%	10,053,485	139,658	1.39%
		11/25/2009	100%	16,286,300	284,582	1.75%
		11/30/2009	100%	10,481,004	159,238	1.52%
				237,929,220	3,093,285	

<u>Billing Month</u>	<u>Remittance Date</u>	<u>Total Cash Collections</u>	<u>Collection Curve Percent</u>	<u>Adjusted Cash Collections</u>	<u>Securitization Charge Calculated & Remitted</u>	<u>Securitization Charge Net Ratio to Total Cash</u>
Dec-09	12/1/2009	12,401,231	100%	12,401,231	222,949	1.80%
	12/2/2009	26,990,938	100%	26,990,938	415,841	1.54%
	12/3/2009	20,423,385	100%	20,423,385	399,527	1.96%
	12/4/2009	8,823,130	100%	8,823,130	122,122	1.38%
	12/7/2009	10,763,687	100%	10,763,687	142,950	1.33%
	12/8/2009	10,115,448	100%	10,115,448	136,183	1.35%
	12/9/2009	15,798,482	100%	15,798,482	248,173	1.57%
	12/10/2009	10,449,307	100%	10,449,307	142,662	1.37%
	12/11/2009	9,192,864	100%	9,192,864	143,644	1.56%
	12/14/2009	8,764,785	100%	8,764,785	129,244	1.47%
	12/15/2009	10,314,575	100%	10,314,575	157,348	1.53%
	12/16/2009	18,954,746	100%	18,954,746	299,789	1.58%
	12/17/2009	9,260,590	100%	9,260,590	141,758	1.53%
	12/18/2009	9,183,031	100%	9,183,031	147,326	1.60%
	12/21/2009	8,740,185	100%	8,740,185	137,123	1.57%
	12/22/2009	9,029,626	100%	9,029,626	151,115	1.67%
	12/23/2009	17,193,732	100%	17,193,732	290,475	1.69%
	12/28/2009	11,106,397	100%	11,106,397	161,597	1.45%
	12/29/2009	12,348,548	100%	12,348,548	272,924	2.21%
	12/30/2009	27,458,378	100%	27,458,378	489,286	1.78%
	12/31/2009	9,784,819	100%	9,784,819	131,690	1.35%
				277,097,884	4,483,726	

<u>Billing Month</u>	<u>Remittance Date</u>	<u>Total Cash Collections</u>	<u>Collection Curve Percent</u>	<u>Adjusted Cash Collections</u>	<u>Securitization Charge Calculated & Remitted</u>	<u>Securitization Charge Net Ratio to Total Cash</u>	
Jan-10	1/5/2010	11,334,431	100%	11,334,431	157,752	1.39%	
	1/6/2010	26,447,056	100%	26,447,056	361,595	1.37%	
	1/7/2010	12,615,880	100%	12,615,880	181,491	1.44%	
	1/8/2010	21,688,012	100%	21,688,012	389,428	1.80%	
	1/11/2010	10,223,418	100%	10,223,418	134,063	1.31%	
	1/12/2010	12,111,250	100%	12,111,250	180,190	1.49%	
	1/13/2010	16,923,749	100%	16,923,749	254,849	1.51%	
	1/14/2010	10,476,126	100%	10,476,126	149,438	1.43%	
	1/15/2010	8,228,239	100%	8,228,239	111,746	1.36%	
	Bank Holiday	1/19/2010	7,678,524	100%	7,678,524	128,492	1.67%
	1/19/2010	11,130,810	100%	11,130,810	165,615	1.49%	
	1/20/2010	18,087,667	100%	18,087,667	286,747	1.59%	
	1/21/2010	6,440,949	100%	6,440,949	101,629	1.58%	
	1/22/2010	16,930,836	100%	16,930,836	259,537	1.53%	
	1/25/2010	9,361,518	100%	9,361,518	131,983	1.41%	
	1/26/2010	12,301,189	100%	12,301,189	220,065	1.79%	
	1/27/2010	21,214,077	100%	21,214,077	324,839	1.53%	
	1/28/2010	13,621,244	100%	13,621,244	205,465	1.51%	
	1/29/2010	12,560,490	100%	12,560,490	201,869	1.61%	
					259,375,465	3,946,793	

<u>Billing Month</u>	<u>Remittance Date</u>	<u>Total Cash Collections</u>	<u>Collection Curve Percent</u>	<u>Adjusted Cash Collections</u>	<u>Securitization Charge Calculated & Remitted</u>	<u>Securitization Charge Net Ratio to Total Cash</u>
Feb-10	2/1/2010	21,624,957	100%	21,624,957	423,894	1.96%
	2/2/2010	14,000,930	100%	14,000,930	175,928	1.26%
	2/3/2010	24,581,386	100%	24,581,386	372,764	1.52%
	2/4/2010	13,894,873	100%	13,894,873	174,523	1.26%
	2/5/2010	11,420,268	100%	11,420,268	152,164	1.33%
	2/8/2010	10,623,658	100%	10,623,658	129,900	1.22%
	2/9/2010	12,934,930	100%	12,934,930	160,796	1.24%
	2/10/2010	19,517,629	100%	19,517,629	272,451	1.40%
	2/11/2010	14,077,286	100%	14,077,286	185,817	1.32%
	2/12/2010	9,509,134	100%	9,509,134	120,341	1.27%
	Bank Holiday	10,769,472	100%	10,769,472	164,595	1.53%
	2/16/2010	14,829,500	100%	14,829,500	214,750	1.45%
	2/17/2010	20,867,828	100%	20,867,828	330,337	1.58%
	2/18/2010	5,607,755	100%	5,607,755	73,434	1.31%
	2/19/2010	17,144,457	100%	17,144,457	237,282	1.38%
	2/22/2010	12,847,193	100%	12,847,193	214,023	1.67%
	2/23/2010	14,234,840	100%	14,234,840	228,369	1.60%
	2/24/2010	21,447,314	100%	21,447,314	346,084	1.61%
	2/25/2010	11,363,200	100%	11,363,200	152,163	1.34%
	2/26/2010	11,564,788	100%	11,564,788	192,339	1.66%
				292,861,398	4,321,954	

<u>Billing Month</u>	<u>Remittance Date</u>	<u>Total Cash Collections</u>	<u>Collection Curve Percent</u>	<u>Adjusted Cash Collections</u>	<u>Securitization Charge Calculated & Remitted</u>	<u>Securitization Charge Net Ratio to Total Cash</u>
Mar-10	3/1/2010	19,950,917	100%	19,950,917	380,825	1.91%
	3/2/2010	13,383,126	100%	13,383,126	206,376	1.54%
	3/3/2010	20,433,614	100%	20,433,614	276,789	1.35%
	3/4/2010	14,488,812	100%	14,488,812	182,522	1.26%
	3/5/2010	12,451,737	100%	12,451,737	131,840	1.06%
	3/8/2010	11,356,871	100%	11,356,871	139,637	1.23%
	3/9/2010	13,310,493	100%	13,310,493	175,524	1.32%
	3/10/2010	17,620,877	100%	17,620,877	230,789	1.31%
	3/11/2010	12,013,664	100%	12,013,664	147,783	1.23%
	3/12/2010	9,842,245	100%	9,842,245	132,075	1.34%
	3/15/2010	9,347,759	100%	9,347,759	124,274	1.33%
	3/16/2010	13,510,238	100%	13,510,238	179,974	1.33%
	3/17/2010	19,056,663	100%	19,056,663	291,360	1.53%
	3/18/2010	11,053,581	100%	11,053,581	153,128	1.39%
	3/19/2010	9,407,164	100%	9,407,164	115,850	1.23%
	3/22/2010	11,096,269	100%	11,096,269	160,894	1.45%
	3/23/2010	13,073,939	100%	13,073,939	228,807	1.75%
	3/24/2010	20,078,385	100%	20,078,385	317,664	1.58%
	3/25/2010	11,906,117	100%	11,906,117	199,258	1.67%
	3/26/2010	12,068,758	100%	12,068,758	204,353	1.69%
	3/29/2010	10,123,625	100%	10,123,625	156,195	1.54%
	3/30/2010	10,733,968	100%	10,733,968	149,765	1.40%
	3/31/2010	16,695,986	100%	16,695,986	240,552	1.44%
				313,004,808	4,526,234	

<u>Billing Month</u>	<u>Remittance Date</u>	<u>Total Cash Collections</u>	<u>Collection Curve Percent</u>	<u>Adjusted Cash Collections</u>	<u>Securitization Charge Calculated & Remitted</u>	<u>Securitization Charge Net Ratio to Total Cash</u>
Apr-10	4/1/2010	19,296,260	100%	19,296,260	350,926	1.82%
	4/2/2010	7,931,019	100%	7,931,019	97,172	1.23%
	4/5/2010	11,514,664	100%	11,514,664	120,394	1.05%
	4/6/2010	9,193,045	100%	9,193,045	113,522	1.23%
	4/7/2010	17,838,090	100%	17,838,090	222,734	1.25%
	4/8/2010	10,205,411	100%	10,205,411	122,561	1.20%
	4/9/2010	9,061,840	100%	9,061,840	108,762	1.20%
	4/12/2010	10,180,565	100%	10,180,565	124,349	1.22%
	4/13/2010	10,039,154	100%	10,039,154	127,340	1.27%
	4/14/2010	15,749,525	100%	15,749,525	209,921	1.33%
	4/15/2010	10,732,427	100%	10,732,427	135,628	1.26%
	4/16/2010	9,165,747	100%	9,165,747	119,835	1.31%
	4/19/2010	9,660,635	100%	9,660,635	133,899	1.39%
	4/20/2010	12,689,087	100%	12,689,087	225,034	1.77%
	4/21/2010	18,070,307	100%	18,070,307	277,258	1.53%
	4/22/2010	12,411,916	100%	12,411,916	168,830	1.36%
	4/23/2010	9,411,727	100%	9,411,727	140,537	1.49%
	4/26/2010	12,544,935	100%	12,544,935	209,841	1.67%
	4/27/2010	11,181,875	100%	11,181,875	164,738	1.47%
	4/28/2010	19,456,134	100%	19,456,134	324,437	1.67%
	4/29/2010	9,613,236	100%	9,613,236	134,899	1.40%
	4/30/2010	10,471,679	100%	10,471,679	125,465	1.20%
				266,419,278	3,758,082	

<u>Billing Month</u>	<u>Remittance Date</u>	<u>Total Cash Collections</u>	<u>Collection Curve Percent</u>	<u>Adjusted Cash Collections</u>	<u>Securitization Charge Calculated & Remitted</u>	<u>Securitization Charge Net Ratio to Total Cash</u>
May-10	5/3/2010	20,839,546	100%	20,839,546	401,923	1.93%
	5/4/2010	10,991,649	100%	10,991,649	140,631	1.28%
	5/5/2010	18,365,265	100%	18,365,265	234,828	1.28%
	5/6/2010	12,102,265	100%	12,102,265	137,777	1.14%
	5/7/2010	9,915,909	100%	9,915,909	113,096	1.14%
	5/10/2010	10,143,901	100%	10,143,901	123,339	1.22%
	5/11/2010	11,864,001	100%	11,864,001	138,749	1.17%
	5/12/2010	16,730,119	100%	16,730,119	236,597	1.41%
	5/13/2010	9,951,232	100%	9,951,232	112,165	1.13%
	5/14/2010	8,617,589	100%	8,617,589	103,627	1.20%
	5/17/2010	10,162,138	100%	10,162,138	123,412	1.21%
	5/18/2010	12,370,375	100%	12,370,375	165,009	1.33%
	5/19/2010	20,155,211	100%	20,155,211	281,395	1.40%
	5/20/2010	9,831,223	100%	9,831,223	145,592	1.48%
	5/21/2010	9,085,765	100%	9,085,765	114,390	1.26%
	5/24/2010	12,061,264	100%	12,061,264	170,545	1.41%
	5/25/2010	5,598,260	100%	5,598,260	82,650	1.48%
	5/26/2010	18,988,428	100%	18,988,428	291,481	1.54%
	5/27/2010	9,186,853	100%	9,186,853	123,406	1.34%
	5/28/2010	9,189,539	100%	9,189,539	141,652	1.54%
				246,150,532	3,382,264	

<u>Billing Month</u>	<u>Remittance Date</u>	<u>Total Cash Collections</u>	<u>Collection Curve Percent</u>	<u>Adjusted Cash Collections</u>	<u>Securitization Charge Calculated & Remitted</u>	<u>Securitization Charge Net Ratio to Total Cash</u>
Jun-10	6/1/2010	19,213,821	100%	19,213,821	348,559	1.81%
	6/2/2010	10,121,878	100%	10,121,878	134,594	1.33%
	6/3/2010	19,167,225	100%	19,167,225	274,100	1.43%
	6/4/2010	12,089,999	100%	12,089,999	123,985	1.03%
	6/7/2010	9,892,732	100%	9,892,732	124,737	1.26%
	6/8/2010	11,836,193	100%	11,836,193	152,242	1.29%
	6/9/2010	16,079,047	100%	16,079,047	217,692	1.35%
	6/10/2010	9,108,531	100%	9,108,531	105,975	1.16%
	6/11/2010	8,005,162	100%	8,005,162	108,410	1.35%
	6/14/2010	9,120,116	100%	9,120,116	124,150	1.36%
	6/15/2010	12,167,973	100%	12,167,973	172,488	1.42%
	6/16/2010	19,451,845	100%	19,451,845	285,806	1.47%
	6/17/2010	9,308,978	100%	9,308,978	144,955	1.56%
	6/18/2010	8,973,415	100%	8,973,415	131,362	1.46%
	6/21/2010	10,663,278	100%	10,663,278	164,261	1.54%
	6/22/2010	12,814,326	100%	12,814,326	191,446	1.49%
	6/23/2010	19,939,819	100%	19,939,819	313,779	1.57%
	6/24/2010	12,571,580	100%	12,571,580	166,751	1.33%
	6/25/2010	12,231,337	100%	12,231,337	195,761	1.60%
	6/28/2010	10,546,052	100%	10,546,052	185,902	1.76%
	6/29/2010	12,483,571	100%	12,483,571	175,354	1.40%
	6/30/2010	30,784,251	100%	30,784,251	519,984	1.69%
				296,571,129	4,362,293	

<u>Billing Month</u>	<u>Remittance Date</u>	<u>Total Cash Collections</u>	<u>Collection Curve Percent</u>	<u>Adjusted Cash Collections</u>	<u>Securitization Charge Calculated & Remitted</u>	<u>Securitization Charge Net Ratio to Total Cash</u>
Jul-10	7/1/2010	12,541,825	100%	12,541,825	164,587	1.31%
	7/2/2010	9,674,832	100%	9,674,832	117,384	1.21%
	7/6/2010	12,876,030	100%	12,876,030	122,618	0.95%
	7/7/2010	15,374,702	100%	15,374,702	180,075	1.17%
	7/8/2010	23,644,264	100%	23,644,264	287,899	1.22%
	7/9/2010	14,092,902	100%	14,092,902	146,963	1.04%
	7/12/2010	11,117,287	100%	11,117,287	119,609	1.08%
	7/13/2010	11,939,919	100%	11,939,919	125,833	1.05%
	7/14/2010	19,798,331	100%	19,798,331	234,301	1.18%
	7/15/2010	12,258,471	100%	12,258,471	137,105	1.12%
	7/16/2010	11,488,651	100%	11,488,651	149,074	1.30%
	7/19/2010	13,428,535	100%	13,428,535	172,300	1.28%
	7/20/2010	13,705,949	100%	13,705,949	159,676	1.17%
	7/21/2010	26,128,711	100%	26,128,711	370,668	1.42%
	7/22/2010	13,062,090	100%	13,062,090	142,757	1.09%
	7/23/2010	13,512,078	100%	13,512,078	171,936	1.27%
	7/26/2010	16,001,764	100%	16,001,764	224,501	1.40%
	7/27/2010	12,294,264	100%	12,294,264	161,900	1.32%
	7/28/2010	21,512,156	100%	21,512,156	290,997	1.35%
	7/29/2010	13,682,391	100%	13,682,391	280,778	2.05%
	7/30/2010	22,068,069	100%	22,068,069	375,830	1.70%
				320,203,221	4,136,791	

<u>Billing Month</u>	<u>Remittance Date</u>	<u>Total Cash Collections</u>	<u>Collection Curve Percent</u>	<u>Adjusted Cash Collections</u>	<u>Securitization Charge Calculated & Remitted</u>	<u>Securitization Charge Net Ratio to Total Cash</u>
Aug-10	8/2/2010	11,577,802	100%	11,577,802	163,552	1.41%
	8/3/2010	14,122,570	100%	14,122,570	153,373	1.09%
	8/4/2010	25,856,989	100%	25,856,989	300,222	1.16%
	8/5/2010	16,743,634	100%	16,743,634	150,451	0.90%
	8/6/2010	14,618,264	100%	14,618,264	148,520	1.02%
	8/9/2010	14,234,159	100%	14,234,159	143,377	1.01%
	8/10/2010	15,676,440	100%	15,676,440	155,893	0.99%
	8/11/2010	23,503,878	100%	23,503,878	265,394	1.13%
	8/12/2010	13,376,762	100%	13,376,762	130,069	0.97%
	8/13/2010	13,257,884	100%	13,257,884	139,423	1.05%
	8/16/2010	14,054,961	100%	14,054,961	146,865	1.04%
	8/17/2010	17,701,253	100%	17,701,253	206,127	1.16%
	8/18/2010	26,888,898	100%	26,888,898	297,047	1.10%
	8/19/2010	14,639,020	100%	14,639,020	144,386	0.99%
	8/20/2010	13,656,189	100%	13,656,189	158,255	1.16%
	8/23/2010	15,708,674	100%	15,708,674	184,160	1.17%
	8/24/2010	18,490,104	100%	18,490,104	215,239	1.16%
	8/25/2010	28,605,641	100%	28,605,641	364,652	1.27%
	8/26/2010	15,098,329	100%	15,098,329	180,096	1.19%
	8/27/2010	15,676,096	100%	15,676,096	213,596	1.36%
	8/30/2010	12,480,177	100%	12,480,177	135,881	1.09%
	8/31/2010	18,540,068	100%	18,540,068	178,852	0.96%
				374,507,792	4,175,430	

SECURITIZATION AND SECURITIZATION TAX CHARGES

The actual Securitization Charge and Securitization Tax Charge are authorized pursuant to Rule C9., Securitization Charges, Tax Charges, Initial Implementation and True-up Methodology. The Securitization Charge and the Securitization Tax Charge are billed to all full service and ROA customers based upon usage. These charges shall be shown separately on the customer's bill.

The actual Securitization Charges applied to customers' bills are as follows:

<u>Billing Month</u>	<u>Securitization Charge</u>	<u>\$/kWh Securitization Tax Charge</u>	<u>Total Securitization Charges</u>
December 2001 - November 2002	\$0.001427	\$0.000250	\$0.001677
December 2002 - November 2003	0.001328	0.000418	0.001746
December 2003 - November 2004	0.001299	0.000419	0.001718
December 2004 - November 2005	0.001311	0.000424	0.001735
December 2005 - November 2006	0.001302	0.000447	0.001749
December 2006 - November 2007	0.001265	0.000456	0.001721
December 2007 - November 2008	0.001269	0.000535	0.001804
December 2008 - November 2009	0.001358	0.000611	0.001969
December 2009 - November 2010	0.001327	0.000629	0.001956
<i>December 2010 - November 2011</i>	<i>0.001250</i>	<i>0.000597</i>	<i>0.001847</i>

Issued XXXXXXXXXX, 2010 by
J. G. Russell,
President and Chief Executive Officer,
Jackson, Michigan

Effective for bills rendered on and after
the Company's December 2010 Billing Month

Issued under authority of the
Michigan Public Service Commission
dated XXXXXXXXXX, 2010
in Case No. U-12505