

Detroit Edison



Electric Power and Gas

Jon P. Christinidis
Staff Attorney
(313) 235-7706

February 6, 2001

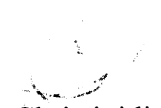
Ms. Dorothy Wideman
Executive Secretary
Michigan Public Service Commission
6545 Mercantile Way
Lansing, Michigan 48909-7721

Re: **MPSC Case No. U-12820**

Dear Ms. Wideman:

Enclosed please find the original and four copies of The Detroit Edison Company's Application for New Experimental Residential Load Management Rider along with Proof of Service regarding the above referenced matter.

Very truly yours,


Jon P. Christinidis

JPC/dj
Enclosures

cc: Service List

STATE OF MICHIGAN

BEFORE THE MICHIGAN PUBLIC SERVICE COMMISSION

In the matter of the application of THE)
DETROIT EDISON COMPANY for the)
ex-parte approval of the new R-14)
experimental residential load management)
rider.)

Case No: U-12820

APPLICATION FOR NEW EXPERIMENTAL RESIDENTIAL LOAD MANAGEMENT RIDER

THE DETROIT EDISON COMPANY ("Applicant" or "Detroit Edison") files this application for approval of an experimental residential load management rider, and in support thereof states:

1. Applicant is a Michigan corporation with offices at 2000 Second Avenue, Detroit, Michigan and is engaged in the supply of electric service to retail customers in southeastern Michigan subject to the jurisdiction of the Michigan Public Service Commission ("Commission").
2. The proposed new Rider R-14 (see attached tariff sheet) provides an additional load management alternative to Detroit Edison. The rider will phase in up to 5,000 customers in 2001, the first year; and up to 15,000 by the end of 2002, the second year. Thereafter, program participation limits will be established at Detroit Edison's discretion.
3. Residential customers with central air conditioning that are on Company Rates D1, D1.2, D1.3 and D2 will qualify for participation in this program and need only allow the Company to install at no cost to the customer, an outdoor interrupting device at the customer's unit. Unlike rate D1.1, customers are not required to install separate metering or make any investment to participate. These customers will continue to purchase all of their power requirements from Detroit Edison under their existing rates.
4. Customers will be credited \$4.00 each day that the Company interrupts their unit(s) and the interruptions will be no more than 10 days per season (May through September). Interruptions will not be longer than 30 minutes in an hour, or more than 8 hours in any day.

5. The new Rider can be expected to provide valuable insight into the receptiveness of customers to an alternative load management initiative. In addition, the Rider may prove to be a valuable addition to Detroit Edison's portfolio of load management alternatives. It is important that this Rider be approved as soon as possible to permit program rollout before the Summer of 2001.

6. The Rider will be advertised to targeted geographic groups of customers in order to achieve the most favorable system benefits; however, all customers are eligible subject to program limits and on a first come, first served basis.

7. Approval of Rider 14 will not result in an increase in the cost of service to Applicant's customers at this time and may be approved without notice and hearing as provided by MCL 460.6a;MSA 22.13(6a).

WHEREFORE, Applicant requests that the Commission approve ex parte the attached Experimental Interruptible Air Conditioning Rider as expeditiously as possible.

Respectfully submitted,

THE DETROIT EDISON COMPANY


Larry G. Garberding
Executive Vice-President
And Chief Financial Officer



Bruce R. Maters P28080
Jon P. Christinidis P47352
Legal Department
2000 Second Avenue, 688 WCB
Detroit, MI 48226
(313) 235-7481

Dated: February 7, 2001

STANDARD CONTRACT RIDER 14
Experimental Residential Load Management

APPLICABLE TO:	Residential Service Rate	Schedule Designation D1
	Residential Time of Day Service Rate	Schedule Designation D1.2
	Senior Citizen Residential Service Rate	Schedule Designation D1.3
	Residential Space Heating Rate	Schedule Designation D2

AVAILABILITY OF SERVICE: The Company may offer this rider to residential customers with central air conditioning and/or central heat pumps not served on rate D1.1. The Company will install a remote control unit at all of the customer's outdoor air conditioner and/or heat pump unit(s) which will interrupt that device upon signal from the Company. This rider will be available to no more than 5,000 customers in 2001, and no more than 15,000 customers in 2002, thereafter program limits will be established at the Company's discretion.

LOAD MANAGEMENT INTERRUPTION: Under this rider customers agree to allow the Company to interrupt the central air conditioning and/or heat pump unit(s) by remote control up to thirty minutes in any hour for no more than eight hours in any one day. These interruptions are limited to 10 days per season (May 1 through September 30). Interruptions may occur any day of the week, including weekends, between the hours of 7:00 a.m. and 8:00 p.m. Company interruptions may include interruptions for, but not limited to, maintaining system integrity, making an emergency purchase, economic reasons, or when available system generation is insufficient to meet anticipated system load. If a system emergency occurs causing the Company to invoke the steps of Emergency Electrical Procedures as defined in Rule B3.7, interruptions may be extended beyond the above stated 30 minutes per hour.

TERMS OF INTERRUPTION CREDIT: Customers will receive a credit of \$4.00 for every day in which a Company load management interruption occurs regardless of the number of hours interrupted that day. These credits will be applied to the customer's applicable residential service bill in the following month.

CONTRACT TERM: This rider is terminable by either party upon the completion of one season (May 1 through September 30).

M/158c

Issued: _____
By: L.G. Garberding
Executive Vice President
and Chief Financial Officer
2000 Second Avenue
Detroit, Michigan 48226

Effective for service rendered on
and after _____ under
authority of order of the Michigan
Public Service Commission dated
_____ in Case U-_____

STATE OF MICHIGAN

BEFORE THE MICHIGAN PUBLIC SERVICE COMMISSION

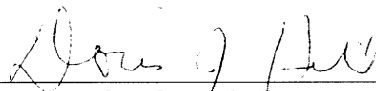
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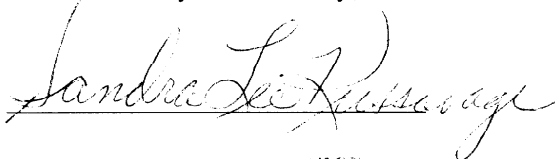
PROOF OF SERVICE

STATE OF MICHIGAN)
) ss
COUNTY OF WAYNE)

DORIS J. HILL, being first duly sworn, deposes and says that on the 7th day of February, 2001, **THE DETROIT EDISON COMPANY'S APPLICATION FOR NEW EXPERIMENTAL RESIDENTIAL LOAD MANAGEMENT RIDER** was served upon the party listed on the attached Service List by electronic mail, and first class mail.


DORIS J. HILL

Subscribed and sworn to before
me this 7th day of February, 2001


SANDRA LEE KUSSAVAGE
MICHIGAN PUBLIC SERVICE COMMISSION, MI
COMMISSION EXPIRES Oct 22, 2004
Acting in Wayne County MI

MPSC Case No: U-12820

SERVICE LIST

MPSC Staff

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