

Energy Update

MISEC Continues to Grow

DECEMBER 10, 2002

Electric Choice: The MISEC Electric Choice Program continues to grow every month. Currently MISEC is serving over 750 facilities. These facilities represent over 167,000 kW of electric load. MISEC is by far the single largest and most successful aggregator of electricity in the State of Michigan. In addition to our existing customers, MISEC is adding approximately 25 new facilities each month. Therefore if you are not participating and wish to, please give us a call and we can get you the information necessary to begin.

Natural Gas: The natural gas program is also experiencing growth. We currently have 143 districts participating in the natural gas program. These districts represent over 950 individual facilities consuming in excess of 2,405,000 MMBtu's annually.

Savings Scorecard

Detroit Edison

Rate 110 16 - 23%

Rate D-6 15 - 22%

Natural Gas: (DTE/MichCon)

GCC Program: 11%

Transport: 14%

Consumers Energy

Rate B 11 - 13%

Rate C 5 - 8%

Rate D 5 - 9%

Natural Gas:

GCC Program: 6%

Transport: 5%

MISEC Files Complaint against Detroit Edison

At its September board meeting, the MISEC Board of Directors authorized, at no additional cost to MISEC Members, the filing of a formal complaint against the Detroit Edison Company. The complaint is based upon MISEC's belief that DECo incorrectly implemented a portion of the MPSC Order U-12489 regarding to the billing of single phase customers participating in the ROA Program.

Our complaint requests that Edison be ordered to re-bill single phase customers back to December 20, 2001 and refund in excess of \$20,000 in overcharges to certain MISEC members.

Eric Schneidewind of the law firm of Varnum Riddering is handling the complaint for MISEC.

MISEC Working to Expand its Supplier Base

I am sure you are all well aware of the issues surrounding the energy industry over the last 12 months or so. A once thriving, very dynamic industry has been brought to a halt by the actions of a few. As a result, we have seen dramatic reduction in the number of natural gas and electric marketers that are willing to serve customers in Michigan. We here at MISEC have been contacting and meeting with new Suppliers weekly and encouraging them to consider doing business with MISEC. MISEC's reputation in the energy community is such that suppliers look at MISEC as a very attractive account and our conversations are very well received. Based on our interviews, we expect that we will be entertaining offers from at least 3 new electric suppliers shortly and hopefully entering into a least 2 new energy supply contracts.

HAPPY HOLIDAYS:

Last but not least, all of us here at MISEC/Kimball would like to wish you and your family a safe and enjoyable holiday season.

Contact MISEC: Ms. Jan Rogers at 888-345-0440 ext 26