# STATE OF MICHIGAN

## BEFORE THE MICHIGAN PUBLIC SERVICE COMMISSION

### \* \* \* \* \*

| In the matter, on the Commission's own motion, regarding the regulatory reviews, revisions, determination and/or approvals necessary for regulated electric providers to comply with Section 61 of 2016 PA 342.          | )<br>)<br>Case No. U-18349<br>)<br>_)     |
|--|---|
| In the matter, on the Commission's own motion, regarding the regulatory reviews, revisions, determination and/or approvals necessary for <b>ALPENA POWER COMPANY</b> to comply with Section 61 of 2016 PA 342.           | )<br>)<br>) Case No. U-18350<br>)<br>)    |
| In the matter, on the Commission's own motion, regarding the regulatory reviews, revisions, determination and/or approvals necessary for <b>CONSUMERS ENERGY COMPANY</b> to comply with Section 61 of 2016 PA 342.       | )<br>)<br>) Case No. U-18351<br>)<br>)    |
| In the matter, on the Commission's own motion, regarding the regulatory reviews, revisions, determination and/or approvals necessary for <b>DTE ELECTRIC COMPANY</b> to comply with Section 61 of 2016 PA 342.           | )<br>)<br>)<br>)<br>)<br>)<br>)           |
| In the matter, on the Commission's own motion, regarding the regulatory reviews, revisions, determination and/or approvals necessary for <b>INDIANA MICHIGAN POWER COMPANY</b> to comply with Section 61 of 2016 PA 342. | )<br>)<br>Case No. U-18353<br>)<br>)<br>) |

| In the matter, on the Commission's own motion, regarding the regulatory reviews, revisions, determination and/or approvals necessary for <b>NORTHERN STATES POWER COMPANY -WISCONSIN</b> to comply with Section 61 of 2016 PA 342.               | )<br>)<br>)<br>Case No. U-18354<br>)<br>)  |
|--|--|
| In the matter, on the Commission's own motion, regarding the regulatory reviews, revisions, determination and/or approvals necessary for <b>UPPER PENINSULA POWER COMPANY</b> to comply with Section 61 of 2016 PA 342.                          | )<br>)<br>)<br>Case No. U-18355<br>)<br>)  |
| In the matter, on the Commission's own motion, regarding the regulatory reviews, revisions, determination and/or approvals necessary for <b>UPPER MICHIGAN ENERGY RESOURCES CORPORATION</b> to comply with Section 61 of 2016 PA 342.            | )<br>)<br>) Case No. U-18356<br>)<br>)     |
| In the matter, on the Commission's own motion,<br>regarding the regulatory reviews, revisions,<br>determination and/or approvals necessary for<br><b>WISCONSIN ELECTRIC POWER</b><br><b>COMPANY</b> to comply with Section 61<br>of 2016 PA 342. | -/<br>)<br>)<br>)<br>)<br>)<br>)<br>)<br>) |

At the March 28, 2017 meeting of the Michigan Public Service Commission in Lansing, Michigan.

### PRESENT: Hon. Sally A. Talberg, Chairman Hon. Norman J. Saari, Commissioner Hon. Rachael A. Eubanks, Commissioner

#### **ORDER AND NOTICE OF OPPORTUNITY TO COMMENT**

On December 21, 2016, Governor Rick Snyder signed Public Act 342 of 2016 (Act 342) into

law. Among other things, Act 342 amends 2008 PA 295, MCL 460.1001 et seq., by adding

Section 61, MCL 460.1061, which requires electric providers to offer a voluntary green pricing

program. Section 61 states:

An electric provider shall offer to its customers the opportunity to participate in a voluntary green pricing program under which the customer may specify, from the options made available by the electric provider, the amount of electricity attributable to the customer that will be renewable energy. If the electric provider's rates are regulated by the commission, the program, including the rates paid for renewable energy, must be approved by the commission. The customer is responsible for any additional costs incurred and shall accrue any additional savings realized by the electric provider as a result of the customer's participation in the program. If an electric provider has not yet fully recovered the incremental costs of compliance, both of the following apply:

(a) A customer that receives at least 50% of the customer's average monthly electricity consumption through the program is exempt from paying surcharges for incremental costs of compliance.

(b) Before entering into an agreement to participate in a commission-approved voluntary green pricing program with a customer that will not receive at least 50% of the customer's average monthly electricity consumption through the program, the electric provider shall notify the customer that the customer will be responsible for the full applicable charges for the incremental costs of compliance and for participation in the voluntary renewable energy program as provided under this section.

#### Discussion

The Commission recognizes that the description of the voluntary green pricing program in

Act 342 does not provide any detail concerning the elements these green pricing programs should

include or how the Commission should evaluate green pricing proposals. Therefore, the Commission directs the above-captioned electric providers to provide comments on what voluntary green pricing programs and tariffs should contain, including what discrete options (if any) should be made available to different customer classes, how program costs will be recovered, and the associated accounting of these costs. In addition, the Commission requires comments by these electric providers on the following:

- What the minimum requirements of the green pricing programs offered by electric providers should comprise;
- How rates for the green pricing program(s) should be calculated;
- Factors that should be considered in evaluating the merits of the proposed programs;
- How often the green pricing programs and rates should be updated;
- Whether previously-approved green pricing programs are in compliance with Section 61 of Act 342. (*See, e.g.*, April 3, 2007 order in Case No. U-14569, May 3, 2016 order in Case No. U-18047, and October 11, 2016 order in Case No. U-18076.)

Additionally, any interested person may submit written or electronic comments regarding the voluntary green pricing program under MCL 460.1061. All comments, including those submitted by the captioned utilities, must be filed with the Commission no later than 5:00 p.m. on April 28, 2017. Reply comments must be received no later than 5:00 p.m. on May 30, 2017. Written comments should be sent to: Executive Secretary, Michigan Public Service Commission, P.O. Box 30221, Lansing, MI 48909. Electronic comments may be e-mailed to mpscedockets@michigan.gov. All comments should reference Case No. U-18349. If you require assistance prior to filing, contact the Commission Staff at (517) 284-8090 or by e-mail at mpscedockets@michigan.gov. All information submitted to the Commission in this matter will become public information available on the Commission's website and subject to disclosure.

Page 2 U-18349 *et al*. In addition to the requested comments, as set forth in Attachment A, the Commission has assigned docket numbers and filing dates for providers to file their respective green pricing programs and tariffs.

## THEREFORE, IT IS ORDERED that:

A. Each of the electric providers listed in the captions of this order is directed to file its voluntary green pricing program in the docket numbers listed on Attachment A.

B. Each of the electric providers listed in the captions of this order is directed to file comments answering the questions raised by the Commission within this order.

C. Interested persons are invited to file comments on the questions raised by the Commission within this order no later than April 28, 2017. Persons wishing to file responsive comments may do so no later than May 30, 2017.

The Commission reserves jurisdiction and may issue further orders as necessary.

MICHIGAN PUBLIC SERVICE COMMISSION

Sally A. Talberg, Chairman

By its action of March 28, 2017.

Norman J. Saari, Commissioner

Kavita Kale, Executive Secretary

Rachael A. Eubanks, Commissioner

## Attachment A Voluntary Green Pricing Program

| Company                                     | Program Due Date | Program Case Number |
|---|------------------|---------------------|
| Alpena Power Company                        | October 2, 2017  | U- 18350            |
| Consumers Energy Company                    | October 2, 2017  | U- 18351            |
| DTE Electric                                | October 2, 2017  | U- 18352            |
| Indiana Michigan Power Company              | October 2, 2017  | U- 18353            |
| Northern States Power Company-Wisconsin     | October 2, 2017  | U- 18354            |
| Upper Peninsula Power Company               | October 2, 2017  | U- 18355            |
| Upper Michigan Energy Resources Corporation | October 2, 2017  | U- 18356            |
| Wisconsin Electric Power Company            | October 2, 2017  | U- 18357            |

# PROOF OF SERVICE

STATE OF MICHIGAN )

Case No. U-18349 et al

County of Ingham

)

Lisa Felice being duly sworn, deposes and says that on March 28, 2017 A.D. she electronically notified the attached list of this **Commission Order via e-mail transmission**, to the persons as shown on the attached service list (Listserv Distribution List).

Lisa Felice

Lisa Felice

Subscribed and sworn to before me this 28 day of March 2017

Cook Steven H.

Steven J. Cook Notary Public, Ingham County, Michigan As acting in Eaton County My Commission Expires: April 30, 2018

# GEMOTION DISTTRIBUTION SERVICE LIST UPDATED AS OF: 01-19-2017

CBaird-Forristall@MIDAMERICAN.COM Mid American david.d.donovan@XCELENERGY.COM **Noble Americas** ddasho@cloverland.com Cloverland bmalaski@cloverland.com Cloverland vobmgr@UP.NET Village of Baraga braukerL@MICHIGAN.GOV Linda Brauker info@VILLAGEOFCLINTON.ORG Village of Clinton jgraham@HOMEWORKS.ORG **Tri-County Electric Co-Op** mkappler@HOMEWORKS.ORG **Tri-County Electric Co-Op** psimmer@HOMEWORKS.ORG **Tri-County Electric Co-Op** aurora@FREEWAY.NET Aurora Gas Company frucheyb@DTEENERGY.COM Citizens Gas Fuel Company mpscfilings@CMSENERGY.COM **Consumers Energy Company** jim.vansickle@SEMCOENERGY.COM **SEMCO Energy Gas Company** kay8643990@YAHOO.COM Superior Energy Company ebrushford@UPPCO.COM **Upper Peninsula Power Company** kerriw@TEAMMIDWEST.COM Midwest Energy Coop dave.allen@TEAMMIDWEST.COM Midwest Energy Coop meghant@TEAMMIDWEST.COM Midwest Energy Coop tharrell@ALGERDELTA.COM Alger Delta Cooperative tonya@CECELEC.COM **Cherryland Electric Cooperative** sboeckman@GLENERGY.COM **Great Lakes Energy Cooperative** llopez@LIBERTYPOWERCORP.COM Liberty Power Deleware (Holdings) kmarklein@STEPHENSON-MI.COM Stephson Utilities Department debbie@ONTOREA.COM **Ontonagon Cnty Rural Elec** sharonkr@PIEG.COM Presque Isle Electric & Gas Cooperative, INC dbraun@TECMI.COOP Thumb Electric rbishop@BISHOPENERGY.COM **Bishop Energy** mkuchera@BLUESTARENERGY.COM **BlueStar Energy** todd.mortimer@CMSENERGY.COM **CMS Energy** igoodman@COMMERCEENERGY.COM **Commerce Energy** david.fein@CONSTELLATION.COM **Constellation Energy** kate.stanley@CONSTELLATION.COM **Constellation Energy** kate.fleche@CONSTELLATION.COM **Constellation New Energy** mpscfilings@DTEENERGY.COM DTE Energy Don.Morgan@DUKE-ENERGY.COM **Duke Energy** john.finnigan@DUKE-ENERGY.COM Duke Energy bgorman@FIRSTENERGYCORP.COM First Energy vnguven@MIDAMERICAN.COM MidAmerican Energy rarchiba@FOSTEROIL.COM My Choice Energy gbass@NOBLESOLUTIONS.COM Noble American Energy rabaey@SES4ENERGY.COM Santana Energy cborr@WPSCI.COM Spartan Renewable Energy, Inc. (Wolverine Po john.r.ness@XCELENERGY.COM Xcel Energy cityelectric@ESCANABA.ORG City of Escanaba crystalfallsmgr@HOTMAIL.COM **City of Crystal Falls** felicel@MICHIGAN.GOV Lisa Felice

# GEMOTION DISTTRIBUTION SERVICE LIST UPDATED AS OF: 01-19-2017

Michigan Gas & Electric mmann@USGANDE.COM mpolega@GLADSTONEMI.COM City of Gladstone rlferguson@INTEGRYSGROUP.COM Integrys Group Irgustafson@CMSENERGY.COM Lisa Gustafson tahoffman@CMSENERGY.COM Tim Hoffman daustin@IGSENERGY.COM Interstate Gas Supply Inc krichel@DLIB.INFO **Thomas Krichel** pnewton@BAYCITYMI.ORG Bay City Electric Light & Power sbn@LBWL.COM Lansing Board of Water and Light jreynolds@MBLP.ORG Marquette Board of Light & Power bschlansker@PREMIERENERGYONLINE.COM Premier Energy Marketing LLC ttarkiewicz@CITYOFMARSHALL.COM City of Marshall d.motley@COMCAST.NET **Doug Motley** blaird@michigan.gov Dan Blair nwabuezen1@MICHIGAN.GOV Nicholas Nwabueze mpauley@GRANGERNET.COM Marc Pauley ElectricDept@PORTLAND-MICHIGAN.ORG City of Portland akb@ALPENAPOWER.COM Alpena Power dbodine@LIBERTYPOWERCORP.COM Liberty Power leew@WVPA.COM Wabash Valley Power kmolitor@WPSCI.COM **Wolverine Power** ham557@GMAIL.COM Lowell S. AKlaviter@INTEGRYSENERGY.COM **Integrys Energy Service, Inc WPSES** BusinessOffice@REALGY.COM **Realgy Energy Services** landerson@VEENERGY.COM **Volunteer Energy Services** Ldalessandris@FES.COM **First Energy Solutions** rboston@NOBLESOLUTIONS.COM **Noble Energy Solutions** mbarber@HILLSDALEBPU.COM Hillsdale Board of Public Utilities mrzwiers@INTEGRYSGROUP.COM Mich Gas Utilities/Upper Penn Power/Wisconsi dityler@MICHIGANGASUTILITIES.COM Mich Gas Utilities/Qwest donm@BPW.ZEELAND.MI.US Zeeland Board of Public Works Teresa.ringenbach@directenergy.com Direct Energy christina.crable@directenergy.com Direct Energy Bonnie.yurga@directenergy.com **Direct Energy** ryan.harwell@directenergy.com **Direct Energy** kadardwa@itctransco.com ITC Holdings Corp. johnbistranin@realgy.com Realgy Corp. jweeks@mpower.org Jim Weeks gaclark2@aep.com Indiana Michigan Power Company mvorabouth@ses4energy.com Santana Energy scdevon@uppco.com Upper Peninsula Power Company sjwestmoreland@voyager.net MEGA hnester@itctransco.com **ITC Holdings** 

Service List U-18350 Name Alpena Power Company

Email Address akb@alpenapower.com Service List U-18351 Name Consumers Energy Company

Email Address matorrey@cmsenergy.com Service List U-18352 Name DTE Energy Company

Email Address kurmass@dteenergy.com Service List U-18353 Name Em Indiana Michigan Power Company gac

Email Address gaclark2@aep.com Service List U-18354 Name Northern States Power Company

Email Address mark.stoering@xcelenergy.com Service List U-18355 Name Upper Peninsula Power Company

Email Address ghaehnel@uppco.com Service List U-18356 Name Upper Michigan Energy Resources Corporation

Email Address christine.kane@we-energies.com Service List U-18357 Name Wisconsin Electric Power Company

Email Address allen.leverett@wecenergygroup.com