



STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

JENNIFER M. GRANHOLM
GOVERNOR

ROBERT J. KLEINE
STATE TREASURER

DATE: December 13, 2006
TO: Assessors and Equalization Directors
FROM: State Tax Commission
SUBJECT: System Economic Factors for Rural Electric Distribution Cooperatives

At its meeting on December 13, 2006 the State Tax Commission approved System Economic Factors for the rural electric distribution cooperatives for the 2007 assessment year. These factors recognize differences in the ratio of kWh sales of electricity per mile of distribution line for the cooperatives. The factors are:

<u>Cooperative</u>	<u>Factor in %</u>
Alger Delta	65
Bayfield	70
Cherryland	90
Cloverland	80
Great Lakes	80
Midwest Energy	95
Ontonagon	65
Presque Isle	70
Thumb	75
Tri-County	80

These factors would be used on Form 633 Personal Property Statement, page 1, line 12 for the 2007 assessment year.

The staff person to contact is David Berquist at (517) 373-3535 or e-mail berquistd@michigan.gov.