



STATE OF MICHIGAN
DEPARTMENT OF TREASURY

RICK SNYDER
GOVERNOR

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STATE TREASURER

DATE: February 15, 2011
TO: Assessors and Equalization Directors
FROM: Kelli Sobel, Executive Director State Tax Commission
SUBJECT: System Economic Factors for 2011

At its meeting on February 14, 2011 the State Tax Commission approved System Economic Factors for the rural electric distribution cooperatives for the 2011 tax 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	85
Cloverland ¹	75
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 2011 tax year.

Please contact Tim Schnelle at 517-373-6262.

¹ The Commission approved the SEF for Cloverland Electric to be applied only to its historic plant for the assessment year 2011 and not to the Edison Sault Electric Company assets acquired by Cloverland Electric. The Commission intends that the Edison Sault plant will continue to be reported using form 3589 for the 2011 assessment year.