# REPORT ON THE IMPLEMENTATION AND COST-EFFECTIVENESS OF THE P.A. 295 RENEWABLE ENERGY STANDARD

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#### MICHIGAN PUBLIC SERVICE COMMISSION

Department of Licensing and Regulatory Affairs In compliance with Public Act 295 of 2008, as amended by Act 342 of 2016

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#### Introduction

#### **Report Criteria**

In December 2016, Governor Snyder signed Public Act 342 of 2016 (PA 342) into law.<sup>1</sup> PA 342, which became effective on April 20, 2017, amends Public Act 295 of 2008 (PA 295), increasing the renewable portfolio standard from 10% in 2015 to at least 12.5% in both 2019 and 2020 with a final requirement of at least 15% in 2021. PA 295, as amended by PA 342 of 2016, includes a goal of meeting not less than 35% of the state's electric needs through a combination of energy waste reduction and renewable energy by 2025.

Section 51(5) (MCL 460.1051(5)) requires that by February 15, 2011, and each year thereafter, the Michigan Public Service Commission (MPSC or Commission) submit to the standing committees of the Michigan Senate and House of Representatives with primary responsibility for energy and environmental issues a report that does all of the following:

- a) Summarizes data collected under this section.
- b) Discusses the status of renewable energy and advanced cleaner energy in this state and the effect of the Renewable Energy Subpart and Energy Waste Reduction Subpart on electricity prices.<sup>2</sup>
- c) For each of the different types of renewable energy sold at retail in this state, specifies the difference between the cost of the renewable energy and the cost of electricity generated from new conventional coal-fired electric generating facilities.
- d) Discusses how the Commission is ensuring that actions taken under this Act by electric providers serving customers in the same distribution territory do not create an unfair competitive advantage for any of those electric providers.
- e) Evaluates whether the Renewable Energy Subpart has been cost-effective.

 $<sup>^{1} \</sup>underline{\text{https://www.legislature.mi.gov/}(S(sv1uc2hkoxc3xdiz4liseava))/mileg.aspx?page=getObject\&objectName=2015-SB-0438}$ 

<sup>&</sup>lt;sup>2</sup> Previous MPSC annual reports included a discussion of the effect of the Energy Waste Reduction Subpart on electricity prices. Beginning with this year's report, that topic will be discussed in the Report on the Implementation of PA 295 as Amended by PA 342 2016 Utility Energy Waste Reduction Programs.

- f) Provides a comparison of the cost effectiveness of the methods of an electric utility with one million or more retail customers in this state as of January 1, 2008, obtaining renewable energy credits from renewable energy systems owned by the electric provider and from contracts that do not require the transfer of ownership of the renewable energy system as described in the former Section 33.<sup>3</sup>
- g) Describes the impact of the Renewable Energy Subpart on employment in this state. The Commission shall consult with other appropriate agencies of the department of labor and economic growth in the development of this information.<sup>4</sup>
- h) Describes the effect of the 10% limit on using energy waste reduction credits or advanced cleaner energy credits to meet the renewable energy credit standards.<sup>5</sup>
- i) Makes any recommendations the Commission may have concerning amendments to the Renewable Energy Subpart, including changes in the 10% limits described in (h) or changes in the definition of renewable energy resource or renewable energy system to reflect environmentally preferable technology.

This eighth annual report provides information on the Commission's renewable energy activities related to the Act through calendar year 2017 and summarizes data from the electric provider annual reports through the 2016 calendar year.

#### **Renewable Energy Plans and Commission Approval**

Electric providers were required to meet a 10% renewable energy standard based on retail sales by the end of 2015. PA 342 requires electric providers to achieve the same number of renewable energy credits (RECs) needed to meet the 2015 standard for 2016, 2017 and 2018. PA 342 has an interim requirement of at least 12.5% for 2019 and 2020 and increases to at least 15% by the end of 2021.

The renewable energy standard is applicable to Michigan's investor-owned electric utilities, cooperative electric utilities, municipal electric utilities and alternative electric suppliers

<sup>&</sup>lt;sup>3</sup> The report no longer includes item Section 51 (5) (f) due to the repeal of Section 33 in PA 342 of 2016.

<sup>&</sup>lt;sup>4</sup> A State government reorganization took place in 2011 that moved employment-related agencies outside the newly-formed Department of Licensing and Regulatory Affairs (LARA). Consultation with the appropriate agencies is continuing.

<sup>&</sup>lt;sup>5</sup> Section 27 (8), the provision describing substituting advanced cleaner energy credits for renewable energy credits, was repealed by PA 342 of 2016.

(AESs). The Act directed electric providers to file initial renewable energy plans (REPs) in 2009.<sup>6</sup> The 74 initial REPs described how each electric provider intended to meet the renewable energy standard requirements. The Act also directed electric providers to file REPs biennially for Commission review. PA 342 directs the Commission to review each electric provider's REP within one year of the Act's effective date. On August 23, 2017, the Commission established filing requirements for REPs consistent with the new Act. Biennial REP filings are no longer required under PA 342.

A listing of renewable energy case numbers and electric provider names can be found in Appendix A. Renewable energy credit requirements and renewable energy plan summaries are shown in *Appendix B*.

## Renewable Energy Cost Reconciliation Cases and Commission Approval

Per Section 49(1) of PA 295, eight rate-regulated electric providers file annual renewable energy cost reconciliation cases for 2016. Commission staff examines the pertinent revenues and expenses, determines the electric provider's compliance with its filed REP and assesses whether the provider has met its compliance targets. Case numbers for each renewable energy cost reconciliation case for the reporting period can be found in Appendix A.<sup>8</sup>

# **Summary of Renewable Energy Data Collected**

Electric providers are directed by Section 51(1) of PA 295 to file annual reports for each plan year beginning with 2009. The last electric utility annual reports will be filed during 2022

<sup>&</sup>lt;sup>6</sup> There are currently 70 electric service providers, including 12 AESs serving customers in Michigan. Thirteen AESs which are not serving customers are not included in this total.

<sup>&</sup>lt;sup>7</sup> <a href="http://www.michigan.gov/documents/mpsc/U-18409">http://www.michigan.gov/documents/mpsc/U-18409</a> 8-23-17 598908 7.pdf</a> <a href="http://www.michigan.gov/mpsc/0,4639,7-159-16393\_53570-240178--,00.html">http://www.michigan.gov/mpsc/0,4639,7-159-16393\_53570-240178--,00.html</a>

due to the PA 342 repeal of Section 51, effective January 1, 2023. Michigan electric provider annual reports for 2009 through 2016 are available on the Commission's website. A summary of data from annual reports is shown in *Appendix C*.

#### Renewable Energy Credit Requirements – 2016 Compliance

For 2016, electric providers were required to comply using the same amount of renewable energy credits as in 2015.<sup>10</sup> The number of renewable energy credits required for 2015 compliance varied by electric provider and was calculated by multiplying the applicable sales figure by the 10% compliance requirement. All<sup>11</sup> of Michigan's electric providers subject to the standard in 2016 met the standard and retired<sup>12</sup> a total of 10,313,552 energy credits.<sup>13</sup> **Figure 1** shows the different renewable energy technology types used to generate the credits for compliance by all electric providers in 2015 and 2016 as well as separately for both Consumers Energy's and DTE Electric's 2016 compliance.

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<sup>&</sup>lt;sup>9</sup>http://www.michigan.gov/mpsc/0,1607,7-159-16393 53570-240179--,00.html.

<sup>&</sup>lt;sup>10</sup> Several AESs (Calpine Energy Services; U-16650, Constellation Energy Services, Inc.; U-16646 and Constellation NewEnergy Inc.; U-16642) applied to the Commission requesting to have their compliance requirements adjusted to 10% of the previous year's retail sales for 2016, 2017 and 2018. The Commission approved the requests.

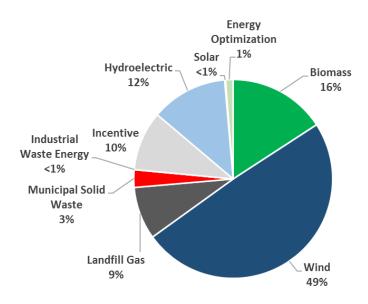
<sup>&</sup>lt;sup>11</sup> Sixty-eight out of seventy electric providers were subject to the 2016 renewable energy standard because MidAmerican Energy Services and Eligo Energy MI, LLC began serving customers in 2015 and 2017, respectively, and therefore did not have a 2016 compliance requirement.

<sup>&</sup>lt;sup>12</sup> Energy credits are "retired" when used for compliance.

<sup>&</sup>lt;sup>13</sup> The term "energy credit" includes renewable energy credits, Michigan incentive renewable energy credits, advanced cleaner energy credits and energy waste reduction credits.

Figure 1: Compliance Energy Credit Breakdown

## All Electric Providers – 2016 Compliance Energy Credits 10,313,552 Total Energy Credits



# All Electric Providers – 2015 Compliance Energy Credits 10,336,892 Total Energy Credits

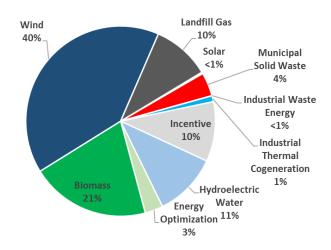
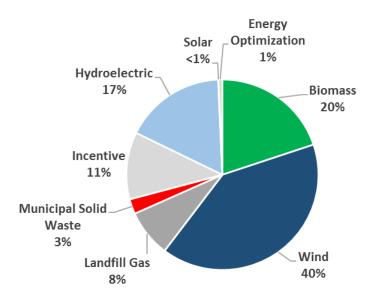
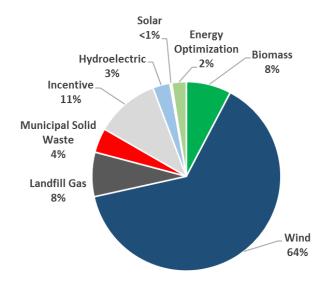


Figure 1: Compliance Energy Credit Breakdown (continued)
Consumers Energy - 2016 Compliance
3,318,873 Total Energy Credits



DTE Electric – 2016 Compliance 4,244,832 Total Energy Credits

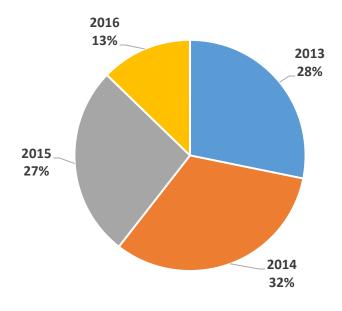


Section 29 of the Act includes provisions for determining whether the location of a renewable energy system is eligible for Michigan's RPS. Ninety-four percent of the energy credits used for 2016 compliance were from renewable energy generated in Michigan. Indiana was the source

for over three percent, Wisconsin for over two percent and the remaining credits came from renewable energy generated in Iowa and Minnesota. Michigan's multi-state utilities and electric providers with out-of-state wholesale suppliers are most likely to use energy credits from states other than Michigan.

Section 39 of the Act included a provision that allows energy credits to be "banked" up to 36 months; however, PA 342 extended the life of a REC representing energy generated during April 2017 and later to five years. **Figure 2** shows a breakdown of energy credits retired for compliance by vintage year of generation. The data shows that providers are utilizing the 36, now 60, month energy credit banking provision in the Act. Sixty percent of the energy credits used to comply in 2016 were from renewable energy generated in 2013 or 2014. Michigan Renewable Energy Certification System (MIRECS) data shows that, to date, approximately 3.9 million energy credits have expired without being used for compliance.

Figure 2: 2016 Compliance Energy Credits – Year of Generation



# Status of Renewable Energy and Advanced Cleaner Energy

Based on the number of energy credits generated or acquired during 2016, as reported by electric providers, the number of energy credits generated is equal to 10.8% <sup>14</sup> of retail sales as shown in *Appendix C*. Michigan's annual energy credit generation percentage is expected to continue increasing as new renewable energy projects are expected in future years.

A projection of Michigan's energy credits for 2017 is shown in **Figure 3** along with the annual REC compliance requirement and accumulated RECs. In order to reflect only renewable energy generated or acquired in each year, accumulated RECs from previous years are not included in the yearly renewable energy totals but are shown separately by the line labeled "Accumulated REC Inventory." The projected renewable energy includes: i) baseline renewable energy (renewable energy that was operational prior to the passage of PA 295); ii) a projection of other RECs from non-rate regulated providers and contracts that do not require Commission approval under PA 295; iii) an estimate of RECs from PA 295 approved contracts for company-owned renewable energy projects; and iv) power purchase agreements (PPA) and REC-only contracts.

The accumulated REC inventory for 2016 reflects the deduction of energy credits that were retired for 2016 compliance, voluntary retirements, and 2013 energy credits that expired without being used.

**Figure 3** incorporates Michigan's current renewable energy status and projects that providers are on track to comply with the standard in 2017.

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<sup>&</sup>lt;sup>14</sup> 2014 retail sales data used to calculate the percentage.

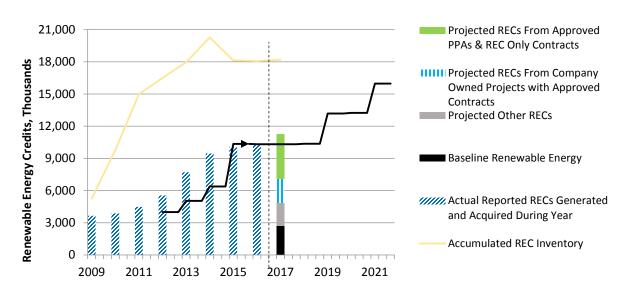
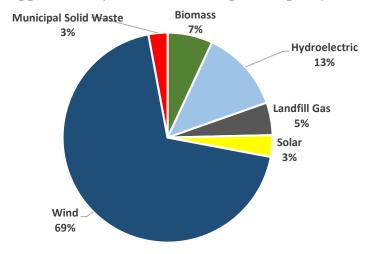


Figure 3: Michigan Renewable Energy Credit Projection

Source: Electric provider annual reports, PA 295 contracts, MIRECS and Commission staff projections.

Figure 4 provides the technology type and total nameplate capacity for the approximately 2,900 MW of renewable energy generators operating in Michigan as of the date of this report. Additional renewable energy generators exist within Michigan that are not used to meet the energy credit requirements of the RPS. These renewable generators may be used for green pricing programs or for compliance with another state's RPS. There are renewable energy generators currently under development and/or contracted for, which are not yet operational, that are not included within this figure. Further, renewable energy generators that are outside of Michigan are also not included within Figure 4.

Figure 4: Renewable Energy Generators in Michigan, by Technology Type Approximately 2,900 MW Nameplate Capacity



Source: MIRECS Project Registrations

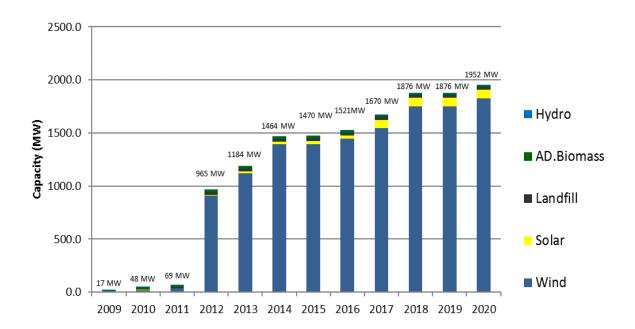
As of January 2018, 67 renewable contracts and amendments have been approved by the Commission pursuant to PA 295. **Figure 5** shows the expected commercial operation dates for renewable energy projects through 2020 based on the contracts approved by the Commission.<sup>15</sup> Renewable projects developed by non-rate-regulated electric providers, where contracts are not filed for approval with the MPSC, are not reflected in **Figure 5**. <sup>16</sup>

15 Assumes all of DTE Electric's 22 MW SolarCurrents program and Consumers Energy's 7 MW Experimental

Advanced Renewable Program were commercially operational by the end of 2016.

16 Nearly all AESs are purchasing unbundled renewable energy credits to meet the renewable energy credit portfolio requirements. The terms and conditions of these purchases are unknown.

Figure 5: Cumulative Commission Approved PA 295 Renewable Energy Capacity by Commercial Operation Date



Consumers Energy and DTE Electric both implemented solar photovoltaic (PV) programs in the early phase of the 20-year plan period. During 2016, Consumers Energy awarded the final capacity of its approximately 7 MW solar customer-owned Experimental Advanced Renewable Program. In 2015, Consumers Energy implemented a Community Solar program, Solar Gardens, which resulted in 4 MW in 2016 and could grow to a total of 10 MW in future years. DTE Electric has completed the development of its 15 MW Company-owned SolarCurrents program. In 2017, DTE Electric completed what is currently the largest solar project in Michigan, a 48 MW company-owned solar project located in Lapeer County which was approved by the Commission in December 2015. A 10-acre urban, solar installation is currently under development in Detroit.

#### Impact of Percentage Limits on the Use of Energy Waste Reduction Credits

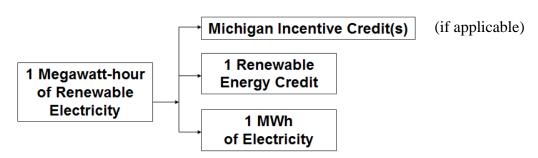
As allowed by the Act, electric providers included banked energy credits and excess energy waste reduction credits within their renewable energy credit portfolio to achieve the 2016 compliance requirement. As provided under Section 28 of the Act, energy waste reduction credits may be substituted for renewable energy credits on a one to one ratio and shall not be used to meet more than 10% of the renewable energy credit standard. For the 2016 compliance requirement, two utilities substituted energy waste reduction credits after approval by the Commission. Consumers Energy and DTE Electric substituted 21,521 and 105,112 energy waste reduction credits respectively. This compares to 73,117 and 245,148 for the respective companies in their 2015 compliance portfolios. Likewise, substituting advanced cleaner energy credits (ACECs) for renewable energy credits has also decreased year over year. For the 2015 compliance requirement, 107,016 ACECs were substituted, while for 2016 the amount decreased to only 2,252 ACECs. The 10% limit has not been a factor impacting these credit substitutions. Further, the repeal of Section 27 ended the ability to substitute ACECs for renewable energy credits after April 2017.

#### **Michigan Renewable Energy Certification System (MIRECS)**

Compliance with the renewable energy standard is demonstrated through the use of energy credits. One renewable energy credit is created for each megawatt-hour (MWh) of renewable energy generated. Additionally, the Act provides for Michigan Incentive Renewable energy credits (IRECs) and the substitution of energy waste reduction credits<sup>17</sup> and advanced cleaner energy credits (ACECs) for RECs. However, due to the repeal of Section 27, ACECs are no longer substitutable for RECs after April 2017. RECs may be sold separately from energy as

<sup>&</sup>lt;sup>17</sup> At this time, energy waste reduction credits are not transferable from one electric provider to another, meaning that they cannot be sold or otherwise traded.

Figure 6: Renewable Energy Credits



Section 41 of PA 295 directed the Commission to "establish a renewable energy credit certification and tracking program." On August 11, 2009, the Commission approved the contract between the Department of Energy, Labor and Economic Growth (now Licensing and Regulatory Affairs or LARA) and APX, Inc., that designates APX, Inc. as the State of Michigan Administrator of the renewable energy credit and tracking program. MIRECS was launched on October 30, 2009.

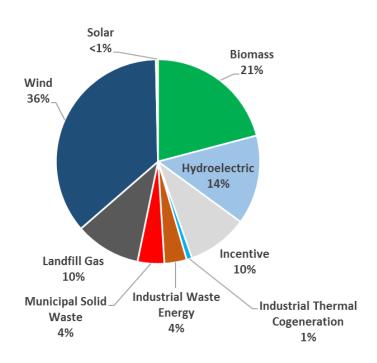
As of January 17, 2018, a total of 69,120,347 energy credits have been created in MIRECS from 2009 through 2017. **Figure 7** shows the categorization of Michigan's energy credits by technology type. Annual breakouts of energy credits are available in *Appendix D*. Analysis of these breakouts show the significant growth of wind in Michigan's REC portfolio, from 7% in 2009 to greater than 50% in 2015, 2016 and 2017. The 36% wind figure shown in **Figure 7** represents total credits created over the 2009 through 2017 period. This data differs

<sup>&</sup>lt;sup>18</sup> The initial contract between the State of Michigan and APX was extended for another 2 years in July 2014 and extended again until July 2017 in fourth quarter 2016. After an RFP process in 2017, a second contract between the State of Michigan and APX was entered into effective July 1, 2017 and expiring December 31, 2023.

<sup>&</sup>lt;sup>19</sup> MIRECS may be accessed at <a href="http://www.mirecs.org">http://www.mirecs.org</a>.

from **Figure 1** because all energy credits created in MIRECS since its inception are reflected, while **Figure 1** shows only energy credits used for 2016 compliance.

Figure 7: MIRECS 2009-2017 Vintage Energy Credits
69,120,347 Total Credits



The number of generating units within MIRECS continues to grow. As of January 2018, there were 317 registered projects (generators) in MIRECS. MIRECS has 137 account holders which include electric service providers, generator owners, and others.

MIRECS is able to fully integrate with other tracking systems such as the Midwest Renewable Energy Tracking System (M-RETS), North American Renewables Registry (NAR) and, to a lesser extent, the North Carolina Renewable Energy Tracking System (NC-RETS) and PJM-Generation Attribute Tracking System (PJM-GATS) which allow energy credit imports from and exports to MIRECS. This integration allows both businesses and individual citizens to

sell their product to a wider market. Generators registered with other tracking systems have, as of January 2018, registered 58 projects for the purpose of importing energy credits into MIRECS. Commission staff assists electric providers with the compliance process and will continue to hold training/information meetings.

# **Competition in Areas Served by Multiple Providers**

AESs are also required to meet the REC requirement contained in the Act, but not the separate capacity requirement that was applicable to Consumers Energy and DTE Electric as part of the former Section 27. Almost all AESs have indicated in their renewable energy plans and annual reports that they will purchase RECs to meet the renewable energy credit portfolio requirements. Customer choice participation levels are at the maximum amount allowed by law and Consumers Energy and DTE Electric currently have customers waiting in the customer choice queue. Although there are no indications that the Act is creating an unfair competitive advantage between utilities and AESs, the two largest utilities and the all-requirements supplier for many of the cooperative utilities in Michigan have driven the expansion of renewable energy associated with complying with the statute.

# Impact of the Renewable Energy Standard on Employment

One purpose of PA 295 is to "provide improved air quality and other benefits to energy consumers and citizens of this state." The clean and renewable energy sector continues to contribute to employment opportunities in Michigan. During the next several years, the following utility scale wind farms are expected to become commercially operational in Michigan:

- Cross Winds III 76 MW, Tuscola County
- Pine River Wind 161.3 MW, Gratiot and Isabella Counties

These projects will result in over 235 MW of new, utility scale wind generation. In addition, it is expected that a significant amount of wind projects will result from compliance with the 15% standard pursuant to PA 342.

Section 39 of PA 295 provides for Michigan Incentive Renewable Energy Credits for renewable energy systems that meet certain criteria. For renewable energy systems constructed using a threshold level of Michigan labor, the amount of the incentive is one-tenth of a REC for each MWh generated during the first three years of commercial operation. The incentive for Michigan equipment is calculated in a similar manner. The Michigan specific incentive credits are shown in **Figures 8** and **9** below.

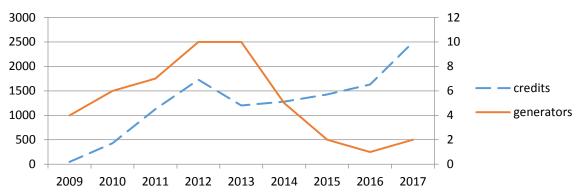


Figure 8: Michigan Equipment Incentive Credits 2009-2017

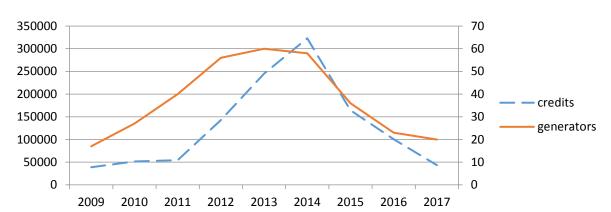


Figure 9: Michigan Labor Incentive Credits 2009-2017

Statewide, there has been significant investment in the renewable energy sector since the passage of PA 295 in 2008. Assuming an installed cost of \$2,000 per kW<sup>20</sup> for new renewable energy projects, \$3.3 billion has been invested to bring approximately 1,670 MW<sup>21</sup> of new renewable energy projects on-line through 2017 in Michigan. The \$3.3 billion includes both incremental cost of compliance and the portion of costs recovered as energy costs.

In September 2014, the Michigan Workforce Development Agency in partnership with the Bureau of Labor Market Information and Strategic Initiatives issued a 2014 Energy Cluster Workforce Updates report. The 2014 report is an update to the 2013 Cluster Workforce Analysis which tracked eight detailed industry sectors as a proxy for employment trends in the Renewable and Alternative Energy cluster. That analysis found the cluster grew from 6,775 jobs in 2005 to 8,200 jobs in 2013.<sup>22</sup> The 2014 Cluster Workforce Update found that overall, the Energy Cluster

<sup>20</sup> DTE Electric reported an installed cost of \$2,225 to \$2,438 per kW for its Echo Wind Park contract approval application filed on August 10, 2012.

<sup>&</sup>lt;sup>21</sup> Reflects the projects developed under Act 295 by MPSC rate-regulated electric providers. This number does not include 67.5 MW of wind generation attributable to contracts filed by Indiana Michigan Power Company as these projects are outside of Michigan or 1.05 MW of hydro and anaerobic bio-digestion projects that were commercially operational prior to PA 295.

<sup>&</sup>lt;sup>22</sup> The report's author provided additional information to MPSC staff showing job data for 2005 and 2013. Data presented in the report is for 2011. <a href="http://milmi.org/admin/uploadedPublications/1992\_WDA\_EnergyFINAL.pdf">http://milmi.org/admin/uploadedPublications/1992\_WDA\_EnergyFINAL.pdf</a>.

was expected to grow 7.1 percent between 2010 and 2020.<sup>23</sup> An additional update for the second quarter of 2017 showed 9,100 jobs among Michigan industries related to the Renewable and Alternative Energy cluster.<sup>24</sup>

It appears that Michigan's incentive REC provision is meeting its intended purpose to encourage developers to maximize utilization of Michigan equipment and labor. The Commission will continue to monitor data on the impact of the renewable energy standard on employment in Michigan.

# The Cost of Renewable Energy Compared to the Cost of New Coal Energy

The Commission staff filed a letter in MPSC Case No. U-15800 to provide the required life cycle cost of electricity generated by a new conventional coal plant:

The Commission's temporary order implementing 2008 PA 295, Case Number U-15800, directed the staff to work with the providers to develop the required life cycle cost of electricity generated by a new conventional coal-fired facility in terms of a guidepost consisting of a levelized busbar rate, in \$/MWh, of an advanced-supercritical pulverized coal plant with a life cycle of 40 years. The Commission directed the staff to submit the number to the Commission by January 30, 2009. The staff has diligently worked with the providers to develop the guidepost rate and finds that the number is \$133 per MWh.<sup>25</sup>

This guidepost rate was derived from data provided to Consumers Energy as a result of the Company's inquiry into building a new 830 MW coal fired power facility, and was adopted by all electric providers. The Commission continues to find that the \$133 per MWh guidepost is reasonable.

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<sup>&</sup>lt;sup>23</sup> 2014 Cluster Workforce Updates – Energy: http://milmi.org/admin/uploadedPublications/2227\_Energy.pdf

<sup>&</sup>lt;sup>24</sup> The report's author provided additional information to MPSC staff showing job data for 2017.

<sup>&</sup>lt;sup>25</sup> Excerpt from Commission staff January 30, 2009 Guidepost Rate Letter, http://efile.mpsc.state.mi.us/efile/docs/15800/0023.pdf.

By comparing the levelized cost of \$133 per MWh for a new conventional coal-fired power facility with the combined weighted average levelized contract prices in **Table 1**, the cost of all renewable energy projects using multiple renewable energy technologies is less than the coal guidepost rate with the exception of 14 MW of total capacity. And, as further developed in the discussion on pages 23-24, the costs of new renewable energy projects continue to decline relative to the weighted average levelized contract prices in Table 1.

Table 1: Weighted Average Levelized Renewable Energy Contract Prices (2009 through the Present)

Consumers Energy										
Technology	Wind	Digester	Biomass	Landfill	Hydro	Solar				
Weighted Average	\$76.76	\$137.77	NA	\$106.21	\$121.31	\$160.00				
DTE Electric										
	ology Wind Digester Biomass Landfill Hydro Sol									
Technology	Wind	Digester	Biomass	Landfill	Hydro	Solar				
Technology Weighted Average	<b>Wind</b> \$64.83	<b>Digester</b> NA	<b>Biomass</b> \$98.94	Landfill \$98.97	<b>Hydro</b> NA	<b>Solar</b> \$113.52				

While the Commission is required to make a determination about the cost effectiveness of the renewable energy standard as compared to the life-cycle cost of electricity of coal-fired generation, it should be noted that renewable energy wind resources are not equivalent on a capacity basis when compared to coal-fired or other base load generation. The differences in energy availability during peak loads can be significant. For example, regional transmission organizations such as Midcontinent Independent System Operator (MISO) discounted the

capacity value of wind resources during the peak load to as low as 15.6% for the 2017 – 2018 planning year, <sup>26</sup> compared to an availability ranging as high, or higher than 80% for base load generation plants. <sup>27</sup> Comparing per unit energy costs of different generation types may not reflect the true value of the resource to the reliability of the electric system as a whole.

## **Cost-Effectiveness of the Renewable Energy Standard**

Section 51(5)(e) of PA 295 requires an evaluation of the cost-effectiveness of the renewable energy standard. The actual cost of renewable energy contracts submitted to the Commission to date continues to show a downward pricing trend. Consumers Energy and DTE Electric have made substantial progress toward complying with the renewable energy standard. Consumers Energy has filed renewable energy contracts with the Commission totaling approximately 730 MW, and DTE Electric totaling approximately 1150 MW, as shown in *Appendix E*.

Consumers Energy and DTE Electric have conducted 33 requests for proposals (RFPs) in total. Consumers Energy has conducted 13 RFPs and four requests for qualifications. DTE Electric has conducted 20 RFPs, two pre-qualification events, one solar solicitation of interest, a request for information, and an auction for 2009 and 2010 vintage RECs. In response to the majority of the companies' RFPs, Commission staff has reviewed competitive bidding activities through process audits. The purpose and design of the audits was to ensure that the companies followed the processes and procedures outlined in the Commission's December 4, 2008

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<sup>&</sup>lt;sup>26</sup> www.misoenergy.org

<sup>&</sup>lt;sup>27</sup> The availability on-peak for base load generators is unit-specific. Older units may have capacity values significantly lower than 80%; however, newer units, especially newer nuclear units may have capacity values on-peak above 90%.

Temporary Order in MPSC Case No. U-15800, Attachment  $D^{28}$  and pursuant to the former Section 33 of PA 295. Details about each company's competitive bidding activities are shown in *Appendix F*.

Pursuant to the former Section 37 of the Act and now Section 28, renewable energy power purchase and REC-only agreements entered into by any electric provider whose rates are regulated by the Commission must be submitted to the Commission for approval. *Appendix E* lists all renewable energy contracts that have been approved by the MPSC under PA 295 to date.

There has been significant renewable energy development as a result of PA 295. **Figure 10** shows the location of PA 295 renewable energy projects. Wind energy has been the primary source of new renewable energy in Michigan. At the end of 2017, including wind projects developed shortly before Act 295 and wind projects developed by non-rate regulated electric providers and under the PA 295 contract approval and cost recovery mechanisms, there were 1,925 MW (total includes 127 MW of utility scale projects that began operating prior to the Act) of utility scale wind projects in operation in Michigan as indicated in *Appendix G*. Three wind farms with 294 MW of new wind capacity began operating during 2017 and January 2018. Two wind farms with 235 MW of new wind capacity are expected to begin operating in the next several years.

<sup>&</sup>lt;sup>28</sup> https://mi-psc.force.com/sfc/servlet.shepherd/version/download/068t0000000wNSv

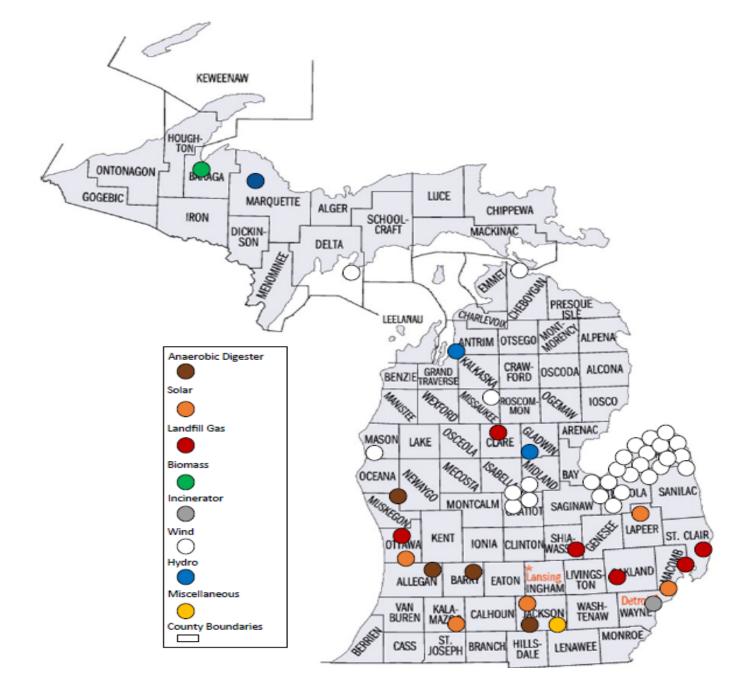


Figure 10: Locations of Renewable Energy Projects

Multiple Anaerobic Digester projects participating in Consumers Energy's Experimental Advanced Renewable Program are represented by a brown symbol at Jackson.

Multiple Solar projects participating in Consumers Energy's Experimental Advanced Renewable Program are represented by a solar symbol placed at Jackson.

Multiple Solar projects participating in DTE's SolarCurrents Program are represented by a solar symbol placed at Detroit.

Alpena Power Company purchasing "bulk of RECs" from Consumers Energy represented by a yellow symbol placed at Jackson.

DTe purchasing misc RECs from UPPCo represented by a blue symbol placed at UPPCo's headquarters.

Map shows renewable energy projects based on PA 295 contracts filed at the Michigan Public Service Commission.

The most recent wind contracts approved by the Commission have levelized costs in the \$45 - \$69 per MWh range, approximately half of the levelized cost of the first renewable energy contracts approved in 2009 and 2010. Weighting the levelized costs of all contracts by the generation in MWh results in an average cost of \$72.60 per MWh. With the exception of 14 MW of capacity, all renewable energy contract prices are lower than the \$133 per MWh coal guidepost rate. **Figure 11** shows the decline in levelized costs of contracts over time. The \$72.60 per MWh cost of the renewable energy standard is substantially lower than the cost of a new coal-fired plant and demonstrates that the renewable energy standard has been cost effective.

The MWh contract prices shown in *Appendix E* are levelized cost calculations and reflect the prices over the contract term for all power purchase agreements or, in the case of a companyowned project, the depreciable composite life.<sup>29</sup> The levelized cost value is used to compare multiple contracts with varying terms and conditions. Of the 72 contracts and amendments from five electric providers approved by the Commission to date, all but four have been from Consumers Energy or DTE Electric and 20 have been unsolicited. With the exception of several early contracts for small renewable energy projects, the contract prices have been much lower than expected and have continued to decline.

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<sup>&</sup>lt;sup>29</sup> MPSC staff performed audits of the companies' levelized cost calculations starting in the early part of 2011. Additionally, through RFP process audits, staff reviewed actual costs of contracts obtained through most of the companies' competitive solicitations. Staff reviewed the actual costs of all contracts listed in *Appendix E*.

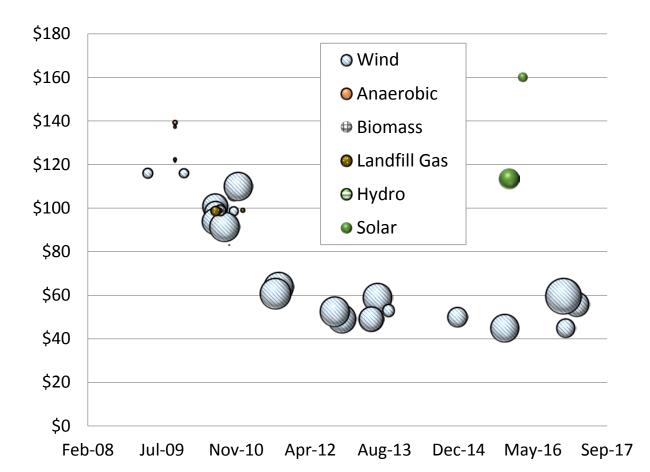


Figure 11<sup>30</sup>: Levelized Cost of MPSC Approved Contracts (\$ per MWh)

# **Effect of the Renewable Energy Subpart on Electricity Prices**

PA 295 provides for the recovery of costs associated with complying with the renewable energy standard. As described in the 2013 report on renewable energy released as part of the *Readying Michigan to Make Good Energy Decisions* information gathering process:

Act 295 renewable energy costs are recovered in two ways: the energy and capacity portion of the renewable energy is recovered pursuant to Sections 47 and 49 of the Act through the Power Supply Cost Recovery (PSCR) mechanism utilizing a transfer price schedule while the remaining or incremental portion of the renewable generation costs is recovered through a surcharge. The incremental cost of compliance represents the cost of renewable energy above and beyond the costs

24

<sup>&</sup>lt;sup>30</sup> Circle size denotes project capacity size.

defined by transfer price schedules and recovered through the PSCR process. PSCR recovery is generally reserved for power purchase agreement recovery, fuel purchases and some Environmental Protection Agency regulation compliance costs. Sections 47 and 49 of the Act expanded the use of the PSCR mechanism to include the projected capacity, energy, and maintenance and operation costs, which is now called the transfer price. Transfer price schedules are representative of what a Michigan electric provider would pay had it obtained the energy and capacity (the non-renewable market price component) through a new long term power purchase agreement for traditional fossil fuel electric generation. To best determine the value of the non-renewable component of Act 295 compliant generation, Commission staff determined, for purposes of developing a uniform Transfer Price Schedule, that the levelized cost of a new natural gas combined cycle (NGCC) plant would likely be analogous to the market price mentioned above.<sup>31</sup>

In 2016, the average annual transfer price for DTE Electric was \$65.91 per MWh and the average annual transfer price for Consumers Energy was \$79.43 per MWh. The Act allows providers to recover the incremental costs of compliance with the renewable energy standard requirements through a renewable energy surcharge on customer bills. Commission approval of the renewable energy surcharge is only required for rate-regulated electric providers. Section 45 of the Act limits the retail rate impact (surcharge amount) of the renewable energy standard to the following:

- (a) \$3.00 per month per residential customer meter.
- (b) \$16.58 per month per commercial secondary customer meter.
- (c) \$187.50 per month per commercial primary or industrial customer meter.

At the end of 2016, only two rate-regulated providers, Indiana Michigan Power Company and Wisconsin Electric Power Company,<sup>32</sup> continued collecting renewable energy surcharges on customer bills. Additionally, there are seven non-rate-regulated electric providers with revenue

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<sup>&</sup>lt;sup>31</sup> For more detailed information on the staff Transfer Price Schedule: http://efile.mpsc.state.mi.us/efile/docs/15800/0042.pdf

<sup>&</sup>lt;sup>32</sup> Effective January 1, 2017, customers of Wisconsin Electric Power Company and Wisconsin Public Service Corporation are served by a new stand-alone utility, Upper Michigan Energy Resources Corporation (UMERC).

recovery mechanisms. Forty-nine non-AES providers do not collect surcharges. Surcharge details can be found in *Appendix B*.

Spending on renewable energy has had an impact on electric rates, but should be considered in context of other rate drivers as well. Information submitted as part of the *Readying Michigan to Make Good Energy Decisions* process indicates that several factors, including load loss, fuel costs, environmental investment, and base system investment, have contributed to electric rate increases since 2008.<sup>33</sup> There are also benefits attributable to an increase in renewable energy generation sources. Wind and solar generation have zero fuel costs and the integration of zero fuel-cost generation into the regional market can result in lower locational marginal prices in the energy market. And, as noted in previous sections, the cost of energy generated by renewable sources continues to decline and is cheaper than new coal-fired generation.

### **Conclusion**

The Commission is pleased to note that the renewable energy standard for 2016 was accomplished successfully by all Michigan electric providers who were subject to the standard. The combined efforts of the electric providers, renewable energy project developers, communities hosting renewable energy projects, renewable energy advocates and many others have contributed to the effective implementation of Michigan's renewable energy standard. The renewable energy standard can be credited with the development of over 1,670 MW of new renewable energy projects. The weighted average price of existing renewable energy contracts

<sup>&</sup>lt;sup>33</sup> http://michigan.gov/documents/energy/Additional\_Areas\_final\_440032\_7.pdf, Figures 6 and 7, pp. 24-25.

over the 2009 through 2016 time period is \$72.60 per MWh, which is considerably less than forecasted in the initial REPs.

The process to implement the provisions in the new renewable energy standard as enacted in PA 342 of 2016 is continuing. The Commission intends to build on the successful activities already in place to guide Michigan's path to the 15% renewable energy standard in 2021 and achieving the combined goal of meeting Michigan's electric needs through a combination of 35% energy waste reduction and renewable energy by 2025.

## Appendix A - Renewable Energy Case Numbers and Electric Providers

		Initial RE	Most Recent	2015	2016
	COMPANY	Plan Case #	Plan Case #	Reconciliation	Reconciliation
	IOUs	Tall Case n	Time case ii	Case #	Case #
1	Alpena Power Company	U-15804	U-18230	U-18080	U-18240
2	Consumers Energy Company	U-15805	U-18231	U-18081	U-18241
3	DTE Electric Company	U-15806	U-18232	U-18082	U-18242
4	Indiana Michigan Power Company	U-15808	U-18233	U-18083	U-18243
5	Northern States Power Company-Wisconsin	U-15809	U-18234	U-18084	U-18244
6	Upper Peninsula Power Company	U-15810	U-18235	U-18086	U-18245
7	Upper Michigan Energy Resources Corporation		U-18236		U-18246
	Wisconsin Public Service Corporation	U-15811		U-18088	
8	Wisconsin Electric Power Company	U-15812	U-18237	U-18087	U-18247
	Cooperatives - Member Regulated			Not R	equired
9	Alger Delta Cooperative Electric Association	U-15813	U-16589		
10	Bayfield Electric Cooperative	U-15814	U-16590		
11	Cherryland Electric Cooperative	U-15815	U-16591		
12	Cloverland Electric Cooperative/Edison Sault	U-15816	U-17799		
13	Great Lakes Energy Cooperative (2012)	U-15817	U-16593		
14	Midwest Energy Cooperative	U-15818	U-16594		
15	Ontonagon Co. Rural Electricification Assoc. (2012)	U-15819	U-16595		
16 17	Presque Isle Electric and Gas Co-op (2012)	U-15820	U-16596		
	Thumb Electric Cooperative Tri-County Electric Cooperative	U-15821 U-15822	U-16598		
18	Municipals	U-13822	U-17801	Not D	equired
19	Village of Baraga	U-15848	U-16599	Not N	equireu
20	City of Bay City	U-15849	U-16600		
21	City of Charlevoix	U-15850	U-16601		
22	Chelsea Department of Electric and Water	U-15851	U-16602		
23	Village of Clinton	U-15852	U-16603		
24	Coldwater Board of Public Utilities	U-15853	U-16604		
25	Croswell Municipal Light & Power Department	U-15854	U-16605		
26	City of Crystal Falls	U-15855	U-16606		
27	Daggett Electric Department	U-15856	U-16607		
28	City of Dowagiac	U-15858	U-16609		
29	City of Eaton Rapids	U-15859	U-16610		
30	City of Escanaba	U-15860	U-16611		
31	City of Gladstone	U-15861	U-16612		
32	Grand Haven Board of Light and Power	U-15862	U-16613		
33	City of Harbor Springs	U-15863	U-16614		
34	City of Hart Hydro	U-15864	U-16615		
35	Hillsdale Board of Public Utilities	U-15865	U-16616		
36	Holland Board of Public Works	U-15866	U-16617		
37	Village of L'Anse	U-15867	U-16618		
38	Lansing Board of Water & Light	U-15868	U-16619		
39	Lowell Light and Power	U-15869 U-15870	U-16620		
40	Marquette Board of Light and Power  Marshall Electric Department	U-15870 U-15871	U-16621 U-16622		
42	Negaunee Department of Public Works	U-15871 U-15872	U-16623		
43	Newberry Water and Light Board	U-15873	U-16624		
44	Niles Utility Department	U-15874	U-16625		
45	City of Norway	U-15875	U-16626		
46	City of Paw Paw	U-15876	U-16627		
47	City of Petoskey	U-15877	U-16628		
48	City of Portland	U-15878	U-16629		
49	City of Sebewaing	U-15879	U-16630		
50	City of South Haven	U-15880	U-16631		
51	City of St. Louis	U-15881	U-16632		
52	City of Stephenson	U-15882	U-16633		
53	City of Sturgis	U-15883	U-16634		
54	Traverse City Light & Power	U-15884	U-16635		
55	Union City Electric Department	U-15885	U-16636		
56	City of Wakefield	U-15886	U-16637		
57	Wyandotte Department of Municipal Service	U-15887	U-16638		
58	Zeeland Board of Public Works	U-15888	U-16639		

### Appendix A - Renewable Energy Case Numbers and Electric Providers

	COMPANY	Initial RE Plan Case #	Most Recent Plan Case #	2015 Reconciliation Case #	2016 Reconciliation Case #
	Alternative Electric Suppliers (AES) Serving Customers			Not R	equired
59	Calpine Energy Solutions f/k/a Noble Americas Energy Solutions LLC	U-15843	U-16650		
60	CMS ERM Michigan LLC	U-15826	U-16640		
61	Constellation Energy Services, Inc (formally Integrys)	U-15833	U-16646		
62	Constellation NewEnergy Inc	U-15829	U-16642		
63	Direct Energy Business LLC	U-15845	U-16643		
64	Eligo Energy MI, LLC	U-17885	U-17885		
65	FirstEnergy Solutions Corp	U-15832	U-16644		
66	Just Energy Inc f/k/a Commerce Energy	U-15828	U-16641		
67	MidAmerican Energy Services	U-17934	U-17934		
68	Spartan Renewable Energy Inc	U-15844	U-16651		
69	U.P. Power Marketing LLC	U-16586	U-16652		
70	Wolverine Power Marketing Cooperative Inc	U-15847	U-16653		
	Alternative Electric Suppliers (AES) Not Serving Custon	mers		Not R	equired
71	AEP Energy, Inc	U-15825	U-15825		
72	Dillon Power, LLC	U-17769	U-17769		
73	Direct Energy Services LLC	U-15830	U-15830		
74	EDF Energy Services	U-18037	U-18037		
75	Energy Int'l Power Marketing d/b/a PowerOne	U-15831	U-15831		
76	Energy Services Providers, Inc. d/b/a Michigan Gas & Electric	U-17010	U-17010		
77	Interstate Gas Supply, Inc d/b/a IGS Energy	U-17338	U-17338		
78	Liberty Power Delaware	U-15834	U-15834		
79	Libery Power Holdings LLC	U-15835	U-15835		
80	Nordic Energy Services, LLC	U-18066	U-18066		
81	Plymouth Rock Energy LLC	U-17549	U-17549		
82	Premier Energy Marketing LLC	U-15841	U-16648		
83	Texas Retail Energy, LLC	U-17168	U-17168		
	Alternative Electric Suppliers (AES) Licenses Rescind	led		Not R	equired
	Dynegy Energy Services (East), LLC (Formally Duke Energy	License Resci	nded 05/2016		
	Energy.me Midwest, LLC d/b/a energy.me	License Resci	nded 04/2016		
	Glacial Energy of Illinois	License Resci	nded 02/2016		
	Lakeshore Energy Services, LLC d/b/a CenterPoint Energy Service Retail	License Resci	nded 05/2016		
	MidAmerican Energy Company	License Resci	nded 08/2016		
	Santanna	License Resci	nded 03/2016		
	Term Power & Gas, LLC d/b/a ENCOA	License Resci	nded 11/2014		

Company	Initial Plan	2017 Plan Docket		2016 Excess RECs Retired	2016 EO Credit Substitutions	Met the 2016 Standard	Current Residential Surcharge \$/Month
Rate Regulated Utilities							
Alpena Power	U-15804	U-18230	33,993	0		Yes	0.00
Consumers Energy DTE Electric	U-15805	U-18231 U-18232	3,318,873 4,244,832		21,521 105,112		0.00
Indiana Michigan		U-18233	282,839		100,112	Yes	3.00
NSP-Wisc (Xcel)		U-18234	14,118			Yes	0.00
Upper Peninsula Power	U-15810	U-18235	83,861	0		Yes	0.00
Wisconsin Public Service Corporation	U-15811	U-18236	27,750	14,622		Yes	0.00
Wisc. Elec Co	U-15812	U-18237	38,400	97,211		Yes	1.20

Member Regulated Cooperatives						
Alger Delta Coop Elec	U-15813	U-16589	6,969	0	Yes	0.00
Bayfield Elec. Coop	U-15814	U-16590	17	0	Yes	0.00
Cherryland Elec Coop	U-15815	U-16591	38,353	0	Yes	0.00
Cloverland Electric Coop	U-15816	U-17799	80,961	415	Yes	0.00
Great Lakes Energy Coop	U-15817		139,943	0	Yes	0.00
Midwest Energy Coop	U-15818		59,206	0	Yes	0.00
Ontonagon Co. Rural Elec.	U-15819		2,540		Yes	0.00
Presque Isle Elec & Coop	U-15820		23,866	0	Yes	0.00
Tri-County Elec. Coop	U-15822	U-16598	33,432	0	Yes	0.00
Thumb Elec. Coop	U-15821	U-17801	16,565	303	Yes	0.00

Alternative Electric Suppliers					
Calpine Energy Solutions, LLC f/k/a Noble					
Americas Energy Solutions	U-15843	U-16650		Yes	
CMS ERM Michigan		U-16640		Yes	
Commerce Energy	U-15828	U-16641		Yes	
Constellation Energy Services, Inc					
(Formally Integrys)	U-15833	U-16646		Yes	
Constellation NewEnergy	U-15829	U-16642		Yes	
Eligo Energy MI, LLC		U-17885			
Direct Energy Business		U-16643		Yes	
First Energy Solutions	U-15832	U-16644		Yes	
MidAmerican Energy Services		U-17934			
Spartan Renewable Energy	U-15844	U-16651		Yes	

	Initial	2017 Plan	2016 REC	2016 Excess	2016 EO Credit	Met the 2016	Current Residential Surcharge
Company	Plan	Docket	Requirement	<b>RECs Retired</b>	Substitutions	Standard	\$/Month
U.P. Power Marketing	U-15846	U-16652				Yes	
Wolverine Power Marketing Cooperative	U-15847	U-16653				Yes	
	Aggregate	d Totals***	996,394	33,567			

Company	Initial Plan	2017 Plan Docket		2016 Excess RECs Retired	2016 EO Credit Substitutions	Met the 2016 Standard	Current Residential Surcharge \$/Month
Joinpany	ı ıaıı	Doonot	Roquiromone	TLEGO TOLIIGA	Cascillations	Otanaa a	φπιστιατί
Municipal Utilities							
Village of Baraga	U-15848		1,880	0		Yes	0.00
City of Bay City		U-16600	31,664	0		Yes	0.00
City of Charlevoix	U-15850		5,966	0		Yes	0.00
Chelsea Dept. of Electric & Water	U-15851		9,888	0		Yes	0.00
Village of Clinton	U-15852		2,340	0		Yes	0.00
Coldwater Board of Public Utilities		U-16604	34,792	0		Yes	0.00
Croswell Municipal Light & Power Dept.		U-16605	3,877	66		Yes	0.11
City of Crystal Falls		U-16606	1,634	0		Yes	0.00
Daggett Electric Department	U-15856		135	0		Yes	0.00
City of Dowagiac	U-15858		6,506	0		Yes	0.00
City of Eaton Rapids	U-15859		9,385	0		Yes	0.57
City of Escanaba	U-15860	U-16611	14,167	0		Yes	0.00
City of Gladstone	U-15861	U-16612	3,240	0		Yes	0.00
Grand Haven Board of Light & Power	U-15862	U-16613	28,481	0		Yes	0.00
City of Harbor Springs	U-15863	U-16614	3,772	0		Yes	0.48
City of Hart	U-15864	U-16615	4,505	0		Yes	0.63
Hillsdale Board of Public Utilities	U-15865	U-16616	11,899	0		Yes	0.00
Holland Board of Public Works	U-15866	U-16617	104,100	0		Yes	0.00
Village of L'anse	U-15867	U-16618	1,195	0		Yes	0.00
Lansing Board of Water & Light	U-15868	U-16619	214,461	0		Yes	0.75
Lowell Light & Power	U-15869	U-16620	7,001	0		Yes	3.00
Marquette Board of Light & Power	U-15870	U-16621	30,609	0		Yes	0.00
Marshall Electric Department	U-15871	U-16622	10,523	0		Yes	0.00
Negaunee Dept. of Public Works	U-15872	U-16623	2,269	0		Yes	0.00
Newberry Water and Light Board	U-15873	U-16624	1,785	1,233		Yes	0.00
Niles Utilities Department	U-15874	U-16625	13,102	0		Yes	0.00
City of Norway	U-15875	U-16626	2,866	0		Yes	0.00
Village of Paw Paw	U-15876	U-16627	4,083	0		Yes	0.00
City of Petoskey	U-15877	U-16628	10,585	0		Yes	0.00
City of Portland	U-15878	U-16629	3,540	0		Yes	0.00
City of Sebewaing	U-15879	U-16630	4,249	0		Yes	0.19
City of South Haven	U-15880	U-16631	13,496			Yes	0.00
City of St. Louis	U-15881	U-16632	3,999	0		Yes	0.00
City of Stephenson		U-16633	612	9		Yes	0.00
City of Sturgis	U-15883	U-16634	22,356	0		Yes	0.00

Company	Initial Plan	2017 Plan Docket	2016 REC Requirement	2016 Excess RECs Retired	2016 EO Credit Substitutions	Met the 2016	Current Residential Surcharge \$/Month
Traverse City Light & Power	U-15884	U-16635	32,297	0		Yes	0.00
Union City Electric Department	U-15885	U-16636	1,589	0		Yes	0.00
City of Wakefield	U-15886	U-16637	1,313	0		Yes	0.00
Wyandotte Dept. of Muncipal Service	U-15887	U-16638	29,216	0		Yes	0.00
Zeeland Board of Public Works	U-15888	U-16639	33,740	0		Yes	0.00
	•	***Total	10,166,029	147,523	126,633		
	Credits retire	ed for 2016	10.313.552				

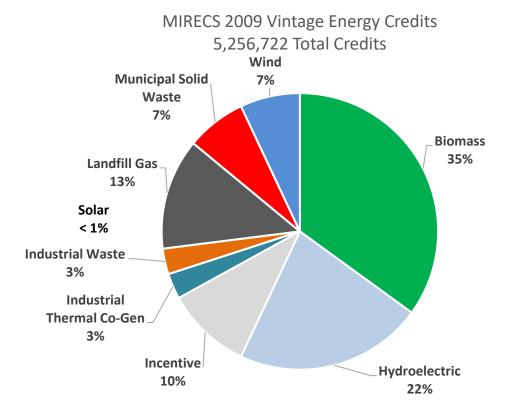
# Appendix C - ELECTRIC PROVIDER RENEWABLE ENERGY ANNUAL REPORT SUMMARY

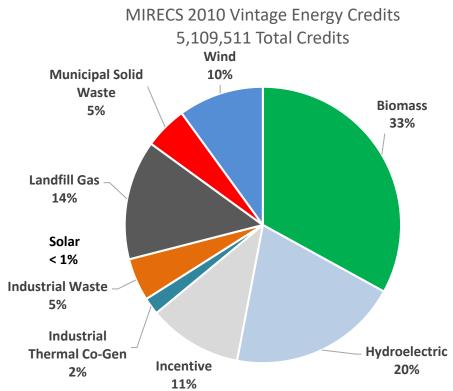
### 2016 Reporting Year

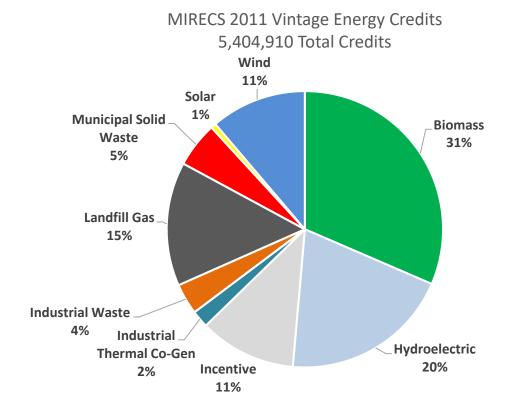
Description			_0.0р.	g				
Ajens Porce Congents		Generated or Aquired	Generated or Aquired	Credits Sold in 2015	Reported Incremental Cost of Compliance	Reported Incremental Cost of Compliance	Anticipated Incremental Cost of Compliance	Compliance (Prior Years plus Anticipated)
Concentre Starty Company		33 003	0	0	2 006 132	85 053	250,000	3 2/2 085
Devot Eden Congram								
Indicase Ministry   1,000								
Notestan Review Company								
Name   Regulated Electric Concentrations   162,507   0   0   1,551,078   3,255,078   3,355,078   3,355,078   71,3684   71,36			0	265,261	0	0	0	0
Manuscriptops   Manuscriptop								
Member Regulated Electric Cooperatives:	Wisconsin Electric Power Co							
Algon Cheek Cooperative Electric Association		9,784,106	0	353,380	400,068,785	81,775,281	231,794,345	/13,638,411
Algon Cheek Cooperative Electric Association	Member Regulated Flectric Cooperatives							
Septiate   Exercise Cooperative   17		7.143	0	0	0	0	0	0
Chemoral Electric Cooperative								
Clinical Laboration   110,838   0		31,981	0	0	0	0	0	0
			0	101871	0	0	0	0
Minister Energy Cooperative								
Omnorango Counte Rural Electricitation Association   2,353   0   0   0   0   0   0   0   0   0	Homeworks Tri-County Electric Cooperative	27,835	0	0	0	0		0
Presigne in Effection and Gase Co-op  19,859  1,956  1,181  1,181  1,187								
Tambe Electric Concernative								
Manifolia   Mani								
Municipally-Owned Electric Utilities:	I numb Electric Cooperative							
City of Bays Clay  Clay of Sup Clay  Clay of Charleroids:  5.012  0  0  1.288.143  0  0  1.288.143  0  0  289.349  0  0  289.349  0  0  0  289.349  0  0  0  0  289.349  0  0  0  0  0  0  0  0  0  0  0  0  0		254,635	U	101,8/1	153	57	606	810
City of Bays Clay  Clay of Sup Clay  Clay of Charleroids:  5.012  0  0  1.288.143  0  0  1.288.143  0  0  289.349  0  0  289.349  0  0  0  289.349  0  0  0  0  289.349  0  0  0  0  0  0  0  0  0  0  0  0  0	Municipally-Owned Flootric Utilities		+				1	
City of Christer Parks   Continue   Contin		38 877	n	0	1 288 143	n	0	1 288 1/12
City of Coveraging								
City of Developage	City of Crystal Falls							
Clin of Escans Regules  1.0								
City of Echanaba  34.881  0  0  0  0  38.765  247.889  286.664  City of Flathor Springs  5.014  0  0  0  0  0  0  0  0  0  0  0  0  0								
City of Harbury Prints   City of Pretoslaw   City								
City of Hart Hydro  2,509  0  0  10,595  0  0  10,595  0  0  0  0  0  0  0  0  0  0  0  0  0	City of Gladstone	3,240	0	0	0	0	0	0
City of Nerway  37,247  0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0								
City of Perlands   10,029								
City of Potendand   3,297   0   0   68,465   0   0   68,465   0   0   68,465   0   0   68,465   0   0   68,465   0   0   68,465   0   0   68,465   0   0   7,719   0   0   7,719   0   0   7,719   0   0   7,719   0   0   7,719   0   0   7,719   0   0   7,719   0   0   7,719   0   0   7,719   0   0   7,719   0   0   0   7,719   0   0   0   7,719   0   0   0   7,719   0   0   0   0   0   0   0   0   0								
City of Section Haven  1,35,80  0  1,7710  1,761  1,770  1,771  0  0  1,7719  0  0  1,7719  0  0  1,7719  0  0  1,7719  0  0  1,7719  0  0  1,7719  0  0  1,7719  0  0  1,7719  0  0  1,7719  0  0  1,7719  0  0  1,7719  0  0  1,7719  0  0  1,7719  0  0  1,775,093  0  0  0  1,775,093  0  0  0  0  0  0  0  0  0  0  0  0  0								
City of Scutch Haven								
City of St. Louis  (City of Stuphenson)  (611 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0								
City of Sturpis 92,473 0 0 1,051 0 0 1,051 0 0 1,051 0 0 1,051 0 0 1,051 0 0 1,051 0 0 1,051 0 0 1,051 0 0 1,051 0 0 1,051 0 0 0 1,051 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0								
City of Sturgies								
City of Wakefield Chiesa Dept of Electric & Waster 3,009 0 0 36,999 0 0 36,999 0 0 36,999 0 0 38,411 0 0 34,411 0 0 0 34,411 0 0 0 34,411 0 0 0 34,411 0 0 0 34,411 0 0 0 1,905 0 0 0 0 1,905 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0								
Chelsea Dept of Electric & Water  Coldward Board of Public Utilities*  51,167  0 0 3,411  0 0 0 3,411  Croswell Municipal Light & Power Dept  3,943  0 0 1,095  Grand Haven Board of Light & Power  147  0 0 1,305  Grand Haven Board of Light & Power  147  0 0 1,305  Grand Haven Board of Light & Power  147  0 0 1,305  Grand Haven Board of Light & Power  148  151,167  0 0 1,473  10 0 1,473  10 0 0 1,473  10 0 0 1,473  10 0 0 1,473  10 0 0 1,473  10 0 0 1,473  10 0 0 1,473  10 0 0 1,473  10 0 0 1,473  10 0 0 1,473  10 0 0 1,473  10 0 0 1,473  10 0 0 9,583,138  1,625,915  1,677  10 0 0 9,583,138  1,625,915  1,677,436  1,678,106  1,678,106  1,789,107  1,780,10								
Coldware Board of Public Utilities*  51.167  0 0 3.411  0 0 3.411  0 0 3.417  77.296  Dagget Electric Dept  77.296  Torowell Municipal Light & Power Dept  147  0 0 1.905  0 0 804,545  0 0 0 804,545  0 0 0 804,545  1810 0 0 1,473  0 0 1,473  0 0 1,473  0 0 1,473  0 0 1,473  0 0 1,473  0 0 1,473  0 0 1,473  0 0 1,473  0 0 1,473  0 0 0 0 1,473  0 0 0 1,473					396,999			
Dagget Electric Dept Grand Haven Board of Light & Power Degree Electric Dept Grand Haven Board of Light & Power Degree Electric Dept Hillsdale Board of Public Utilities' 151,167 0 0 1,473 0 0 1,473 0 0 1,473 0 0 1,473 0 0 0 1,473 0 0 0 1,473 0 0 0 1,473 0 0 0 1,473 0 0 0 1,473 0 0 0 0 0 0,582,628 0 0 0 0 0 0,582,628 0 0 0 0 0 0,582,628 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0		51,167	0	0	3,411	0	0	3,411
Grand Haven Board of Light & Power   26,616   0	Croswell Municipal Light & Power Dept	3,943	0	0	5,087	4,371	67,838	77,296
Hillsdale Board of Public Utilities*   51,167   0								
Holland Board of Public Works								
Lansing Board of Water & Light								
Love   Light & Power   9,348   0								
Marquete Board of Light & Power   28,274   0   0   42,175   0   0   42,175								
Marshall Electric Dept*								
Negaune Dept of Public Works								
Newberry Water & Light Board   3,018   0   0   2,173,289   0   0   2,173,289   0   0   2,173,289   0   0   2,173,289   0   0   7,529   0   0   7,529   0   0   7,529   0   0   7,529   0   0   0   7,529   0   0   7,529   0   0   0   0   0   0   0   0   0								
Niles Utility Dept								
Traverse City Light & Power   34.885   0								
Union City Electric Dept*   51,167   0   0   506   0   0   506   Village of Baraga   1,880   0   0   0   0   0   0   0   Village of Clinton*   51,167   0   0   269   0   0   0   269   Village of L'Anse   1,195   0   0   0   0   0   0   0   Village of L'Anse   1,195   0   0   0   0   0   0   0   Wyandotte Dept of Municipal Service   23,727   0   0   466,467   0   0   0   466,467   Zeeland Board of Public Works   20,707   0   0   11,332   0   0   0   11,332   Combined Annual Report*   785,546   0   0   23,221,422   2,049,517   46,301,080   71,572,019    Alternative Electric Suppliers (AES): Calpine Energy Solutions, LLC (Ik/a Noble Americas Energy Solutions LLC Constellation NewEnergy Inc Direct Energy Services, Inc (formally Integrys) Constellation NewEnergy Inc Direct Energy Solutions Corp Just Energy Solutions Inc. MidAmerican Energy Services MidAmerican Energy Services Wolverine Power Marketing LLC Wolverine Power Marketing LCC Wolverine Power Marketing Cooperative Inc  1,358,261   1,071   524,759   2,007,256   0   500,000   2,507,256								
Village of Baraga		51,167	0	0	506	0	0	506
1,195	Village of Baraga							
A   A   A   A   A   A   A   A   A   A								
Wyandotte Dept of Municipal Service         23,727         0         0         466,467         0         0         466,467           Zeeland Board of Public Works         20,707         0         0         11,332         0         0         11,332           Combined Annual Report*         785,546         0         0         23,221,422         2,049,517         46,301,080         71,572,019           Alternative Electric Suppliers (AES):           Calpine Energy Solutions, LLC (/k/a Noble Americas Energy Solutions, LLC (/k/a Noble Americas Energy Solutions, LLC (/k/a Noble Americas Energy Services, Inc (formally Integrys)         ————————————————————————————————————								
Zeeland Board of Public Works   20,707   0   0   11,332   0   0   11,332     785,546   0   0   23,221,422   2,049,517   46,301,080   71,572,019     Alternative Electric Suppliers (AES):   Calpine Energy Solutions, LLC fik/a Noble Americas								
785,546   0   0   23,221,422   2,049,517   46,301,080   71,572,019								
Alternative Electric Suppliers (AES): Calpine Energy Solutions, LLC (f/k/a Noble Americas Energy Solutions LLC CMS ERM Michigan LLC Constellation Energy Services, Inc (formally Integrys) Constellation Energy Services, Inc (formally Integrys) Constellation NewEnergy Inc Direct Energy Business LLC Eligo Energy MI, LLC FirstEnergy Solutions Corp Just Energy Solutions Inc. MidAmerican Energy Services Spartan Renewable Energy Inc JP Power Marketing LLC Wolverine Power Marketing Cooperative Inc  1,358,261 1,071 524,759 2,007,256 0 500,000 2,507,256	Leeland DOARD OF PUDIIC WORKS							
Alternative Electric Suppliers (AES): Calpine Energy Solutions, LLC (fk/a Noble Americas Energy Solutions LLC Constellation Energy Services, Inc (formally Integrys) Constellation Energy Services, Inc (formally Integrys) Constellation NewEnergy Inc Constellation NewEnergy Inc Constellation NewEnergy Inc Constellation Services ILC Eligo Energy Business LLC Eligo Energy Mu, LLC FirstEnergy Solutions Corp Just Energy Solutions Inc. MuldAmerican Energy Services Spartan Renewable Energy Inc JP Power Marketing LLC Wolverine Power Marketing Cooperative Inc  1,358,261 1,071 524,759 2,007,256 0 500,000 2,507,256	Combined Annual Report*	100,040	U	U	23,221,422	2,049,317	40,301,000	11,512,019
Calpine Energy Solutions, LLC f/k/a Noble Americas Energy Solutions LLC  CMS ERM Michigan LLC  Constellation Energy Services, Inc (formally Integrys)  Constellation NewEnergy Inc  Direct Energy Business LLC  Eligo Energy Musiness LLC  FirstEnergy Solutions Corp  Just Energy Solutions Inc.  MidAmerican Energy Services  Spartan Renewable Energy Inc  JP Power Marketing LLC  Molverine Power Marketing Cooperative Inc  1,358,261  1,071  524,759  2,007,256  0  500,000  2,507,256	Combined Afridai Report							
Calpine Energy Solutions, LLC fik/a Noble Americas Energy Solutions LLC  CMS ERM Michigan LLC  Constellation Energy Services, Inc (formally Integrys)  Constellation NewEnergy Inc  Direct Energy Business LLC  Eligo Energy Musiness LLC  Eligo Energy Musiness LLC  FirstEnergy Solutions Corp  Just Energy Solutions Inc.  MidAmerican Energy Services  Spartan Renewable Energy Inc  UP Power Marketing LLC  Wolverine Power Marketing Cooperative Inc  1,358,261  1,071  524,759  2,007,256  0  500,000  2,507,256								
Energy Solutions LLC  CMS ERM Michigan LLC  Constellation Energy Services, Inc (formally Integrys)  Constellation NewEnergy Inc  Direct Energy Business LLC  Eligo Energy MI, LLC  FirstEnergy Solutions Corp  Just Energy Solutions Inc.  MidAmerican Energy Services  Spartan Renewable Energy Inc  JP Power Marketing LLC  Molverine Power Marketing Cooperative Inc  1,358,261  1,071  524,759  2,007,256  0  500,000  2,507,256								
Constellation Energy Services, Inc (formally Integrys) Constellation NewEnergy Inc Direct Energy Business LLC Eligo Energy MI, LLC FirstEnergy Solutions Corp Just Energy Solutions Inc. MidAmerican Energy Services Spartan Renewable Energy Inc UP Power Marketing LLC Wolverine Power Marketing Cooperative Inc  1,358,261 1,071 524,759 2,007,256 0 500,000 2,507,256								
Constellation NewEnergy Inc  Direct Energy Business LLC  Eligo Energy MI, LLC  FirstEnergy Solutions Corp  Just Energy Solutions Inc.  MidAmerican Energy Services  Spartan Renewable Energy Inc  UP Power Marketing LLC  Wolverine Power Marketing Cooperative Inc  1,358,261  1,071  524,759  2,007,256  0  500,000  2,507,256		<u> </u>	<u>                                      </u>			<u></u>	<u> </u>	<u> </u>
Constellation NewEnergy Inc								
Eligo Energy MI, LLC FirstEnergy Solutions Corp Just Energy Solutions Inc.  MidAmerican Energy Services Spartan Renewable Energy Inc JUP Power Marketing LLC Wolverine Power Marketing Cooperative Inc  1,358,261 1,071 524,759 2,007,256 0 500,000 2,507,256	Constellation NewEnergy Inc							
FirstEnergy Solutions Corp								
Just Energy Solutions Inc.         IdidAmerican Energy Services           Spartan Renewable Energy Inc         Spartan Renewable Energy Inc           JP Power Marketing LLC         Spartan Renewable Energy Inc           Wolverine Power Marketing Cooperative Inc         1,358,261           1,071         524,759           2,007,256         0           500,000         2,507,256		1						
MidAmerican Energy Services Spartan Renewable Energy Inc JP Power Marketing LLC Wolverine Power Marketing Cooperative Inc  1,358,261 1,071 524,759 2,007,256 0 500,000 2,507,256					ļ			
Spartan Renewable Energy Inc								
P Power Marketing LLC								
Wolverine Power Marketing Cooperative Inc         1,358,261         1,071         524,759         2,007,256         0         500,000         2,507,256		+	ļ		1			ļ
1,358,261 1,071 524,759 2,007,256 0 500,000 2,507,256		+	ļ					ļ
	volverine Power Marketing Cooperative Inc	4 250 204	1 074	E24 750	2.007.256	^	E00 000	2 507 250
*Totals: 12,182,548 1,071 980,010 425,297,616 83,824,849 278,596,031 787,718,49		1,358,261	1,0/1	524,759	2,007,256	U	500,000	2,507,256
*Totals: 12,182,548 1,071 980,010 425,297,616 83,824,849 278,596,031 787,718,49								
	*Totals	: 12,182,548	1,071	980,010	425,297,616	83,824,849	278,596,031	787,718,496

Michigan Retail Sales (MWh): 103,362,287 Michigan Estimated Renewable Energy %: 10.8%

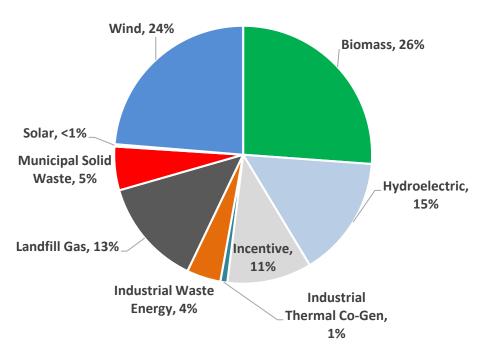
(Based on 2014 Retail Sales Total)

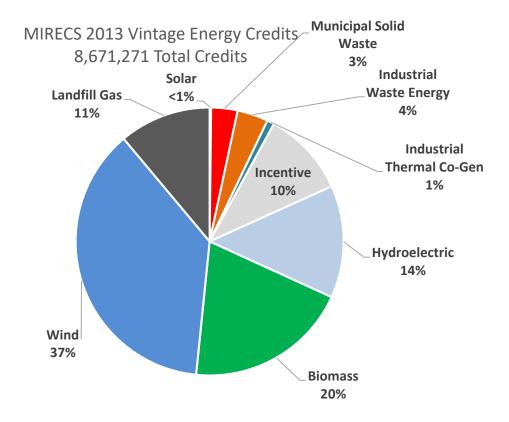




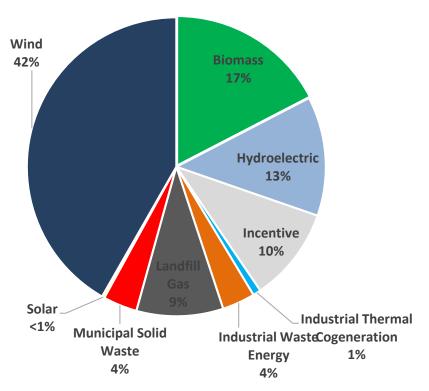




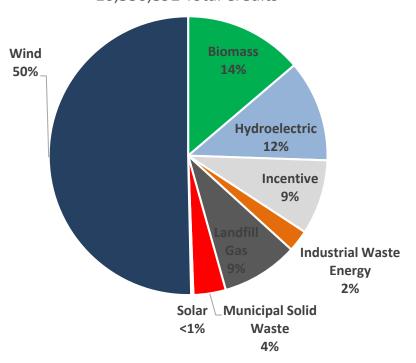




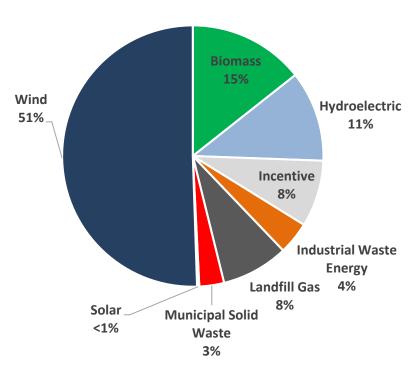
MIRECS 2014 Vintage Energy Credits 10,133,663 Total Credits



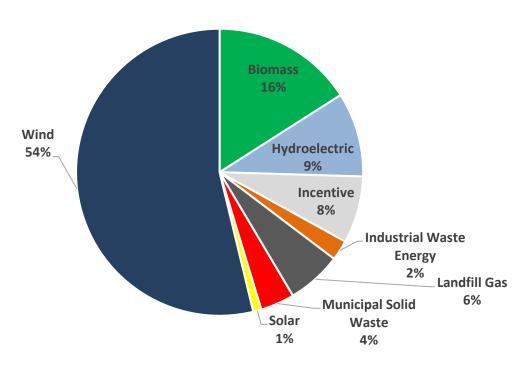
MIRECS 2015 Vintage Energy Credits 10,530,892 Total Credits



MIRECS 2016 Vintage Energy Credits 10,259,096 Total Credits



# MIRECS 2017 Vintage Energy Credits 7,111,554\* Total Credits



<sup>\*</sup>Not all data has been reported for 2017

		Consumers Energ	gy : Contracts				
Seller	Quantity	Cost*	Term	Renewable Energy Type	Request for Proposal	Commission Approval	Commercial Operation Date
General Electric Company White Construction, Inc.	75.9 MW	\$46/MWh	Company Owned "Cross Winds III"	Wind	12/1/2016	<u>3/10/2017</u>	12/31/201
General Electric Company	44 MW	\$45/MWh	Company Owned "Cross Winds II"	Wind	10/2/2012	<u>12/20/2016</u>	12/31/201
Suniva, Inc. SMA Solar Technology America, LLC	Solar Modules up to 10 MW  String Inverters		Company Owned "Solar	Solar	7/31/2015 8/7/2015	3/29/2016	Starting wit
J. Ranck Electric, Inc. Mounting Systems Inc.	Electrical Installation Panel Racking	\$160.00/MWh	Gardens"		8/24/2015 8/7/2015		4/18/201
Experimental Advanced Renewable Program Phases 26-35	2,161.5 kW	\$0.199-\$0.243	Up to 15 years	Solar	Unsolicited	2/11/2016	Varie
Geronimo Huron Wind, LLC (Apple Blossom)	100 MW	Less than \$45	Up to 15 years	Wind	Unsolicited	11/19/2015	201
Experimental Advanced  Renewable Program Anaerobic Digester	2.6 MW	\$86/MWh or \$76.39/MWh- 106.39/MWh	20 years	Anaerobic	Unsolicited	<u>4/23/2015</u>	Varie
Experimental Advanced Renewable Program Phases 16-21	1425.1 kW	\$0.199-\$0.243	Up to 15 Years	Solar	Unsolicited	4/23/2015	Varie
Experimental Advanced  Renewable Program Phases 10-15	1193.7 kW	Non-Residential \$0.199-0.209 Residential \$0.243-	Up to 15 Years	Solar	Unsolicited	<u>5/2/2014</u>	Varie
Dente Melau Communi	Construction	0.249			4/05/0040	0/10/2012	
Barton Malow Company	Construction 62 1.7-100 1.7 MW		Company Owned "Cross Winds"		4/25/2013	9/10/2013	12/31/201
General Electric Company ABB Transformers	2- 34.5KV to 345KV transformers	\$59.00/MWh		Wind	10/2/2012 2/27/2013	<u>6/28/2013</u> <u>9/10/2013</u>	
Blissfield Wind (Beebe Wind)	Unchanged	Unchanged	20 Years	Wind	Amendment	1/26/2012	12/31/201
Heritage Garden Wind Farm I	20 MW	Unchanged	20 Years	Wind	Amendment	1/26/2012	12/31/201
Heritage Stoney Corners Wind Farm II	Unchanged	Unchanged	20 Years	Wind	Amendment	1/26/2012	1/1/201
Heritage Stoney Corners Wind Farm I (Phase 3)	8.35 MW	\$106.20 MWh	20 Years	Wind	Result of Amendments	1/26/2012	1/1/201
Experimental Advanced  Renewable Program	987.7 KW	Commercial \$0.375/KWh Residential \$0.525/KWh	12 Years	Solar	Unsolicited	<u>5/10/2011</u>	Varie
Vestas-American Wind Technology	56 V100 1.8 MW Turbines				1/15/2010		
White Construction, Inc. U-15805 edocket files # 251-256	Installation and construction	\$110.00/MWh	Company Owned "Lake Winds"	Wind	7/23/2010	12/2/2010	12/31/201
GE Prolec Transformers, Inc.	2-125 KV transformers		VVIIIdS		7/27/2009		
Heritage Garden Wind Farm I	28.6 MW	\$106.20 MWh	20 Years	Wind	Unsolicited	11/19/2010	1/1/201
Heritage Stoney Corners Wind Farm II	12.3 MW	\$98.50 MWh	20 Years	Wind	Unsolicited	11/19/2010	1/1/201
Experimental Advanced  Renewable Program		Commercial \$0.45/KWh Residential	12 Years	Solar	Unsolicited	<u>12/21/2010</u>	5/1/201
	0.05 MM/	\$0.65/KWh	CO Month	Annanah!	Line - P - P - 1	40/06/06:5	7/00/004
Scenic View Dairy**	0.35 MW 81 MW	\$83.07/MWh \$100.88/MWh	63 Months 20 Years	Anaerobic Wind	Unsolicited 5/7/2009	<u>10/26/2010</u> 7/27/2010	7/29/201 12/31/201

Appendix E- Contract Summary

Consumers Energy : Contracts									
Seller	Quantity	Cost*	Term	Renewable Energy Type	Request for Proposal	Commission Approval	Commercial Operation Date		
Harvest II Wind	59.4 MW	\$98.38/MWh	20 Years	Wind	5/7/2009	7/27/2010	12/31/2012		
Michigan Wind 2	90 MW	\$94.00/MWh	20 Years	Wind	5/7/2009	7/27/2010	6/30/2012		
WM Renewable Energy - Pine Tree Acres	12.8 MW	\$98.75/MWh	20 Years	Landfill Gas	5/7/2009	7/27/2010	6/30/2012		
WM Renewable Energy - Northern Oaks Landfill	1.6 MW	\$122.39/MWh	20 Years	Landfill Gas	1/29/2009	10/13/2009	11/11/2010		
NANR – Lennon	1.6 MW	\$137.27/MWh	20 Years	Landfill Gas	1/29/2009	10/13/2009	12/31/2010		
Elk Rapids Hydro Electric** 1	0.7 MW	\$121.31/MWh	10 Years	Hydro	1/29/2009	10/13/2009	7/11/2009		
Zeeland**	1.6 MW	\$122.20/MWh	7 Years	Landfill Gas	1/29/2009	10/13/2009	7/11/2009		
Freemont Community Digester	3.1 MW	\$139.35/MWh	20 Years	Anaerobic	1/29/2009	10/13/2009	11/11/2012		
Scenic View Dairy** 1, 2	0.82 MW	\$138.17/MWh	7 Years	Anaerobic	1/29/2009	10/13/2009	7/11/2009		
	Totals: 733 MW								

#### Appendix E- Contract Summary

		DTE Electric Compa	any : Contracts				
Seller	Quantity	Cost*	Term	Renewable Energy Type	Request for Proposal	Commission Approval	Commercial Operation Date
Pine River Wind Energy, LLC	161.3 MW	\$59.67***	Company Owned "Pine River"	Wind	5/20/2016	12/20/2016	12/31/2018
Innovatus (DTE Solar)	Up to 50 MW	\$113.52/MWh***	Company Owned	Solar	6/24/2015	12/11/2015	10/31/2016
General Electric Company	1.7MW-100 model turbines up to 50 MW	\$47/MIWh -	Company Owned	Wind	2/17/2014		12/31/2015
Aristeo Construction Company	Installation and construction	\$53/MWh	"Pinnebog Wind"	Willia	6/20/2014	<u>12/18/2014</u>	12/31/2013
Rudolf Libbe, Inc Inovateus Solar, LLC. (SolarCurrents)	750 kW 504 kW	\$3,741/kW	Company Owned	Solar	9/28/2012	<u>7/8/2014</u>	Apr-15
Big Turtle Wind Farm, LLC	20 MW	\$53/MWh	20 Years	Wind	Unsolicited	9/24/2013	Expected 2014
Pheasant Run Wind, LLC	74.8 MW	Up to \$49.25/MWh	20 Years	Wind	Unsolicited	5/17/2013	12/31/2014
Pheasant Run Wind II, LLC	74.8 MW	Up to \$49.25/MWh	Company Owned "Brookfield"	Wind	Unsolicited	<u>5/17/2013</u>	12/31/2014
SolarCurrents Phase II	0.5 MW Non- Residential	\$0.13/W \$0.02/kWh	Through 8/31/2029	Solar	Unsolicited	11/16/2012	Varies
	1.5 MW Residential	\$0.20/W \$0.03/kWh					
Tuscola Wind II, LLC	100 MW	\$49.25/MWh***	20 Years	Wind	5/3/2012	10/31/2012	12/31/2013
General Electric Company	1.6MW-100 model turbines up to 110 MW	\$52.50/MWh	Company Owned "Echo Wind"	Wind	10/12/2011	<u>9/11/2012</u>	12/31/2013
Barton Malow Company	Installation and construction				4/17/2012		
Michigan Waste Energy, Inc.	Up to 65,000 RECs/Year	\$7.00/REC	13 Years	Incinerator	Unsolicited	<u>12/6/2011</u>	1991
Nova Consultants, Inc.	Solar EPC	Up to \$48 Million			2/28/2011		
McNaughton-McKay Electric Company	Supply up to 12 MW of Modules	Up to \$24 Million	Company Owned	Solar	3/24/2011	11/10/2011	12/31/2015
Inovateus Solar, LLC (SolarCurrents)	Supply up to 12MW						
General Electric Company	Up to 69 1.6MW-100 Turbines	\$61-\$64/MWh	Company Owned "Thumb Wind"	Wind	3/9/2011	9/13/2011	12/31/2012
Barton Malow Company	Installation and construction		McKinley, Minden, Sigel		5/6/2011		
Tuscola Bay Wind. LLC	120 MW	Up to \$60.90/MWh	20 Years	Wind	11/18/2010	8/25/2011	10/31/2012
L'Anse Warden Electric Company	110,374 RECs	\$11.98 (Average of 4 REC/ACEC Contracts)	Amendment Acquiring Vintage RECs	Biomass	8/18/2009	<u>8/25/2011</u>	7/1/2010
Gratiot County Wind	12.8 MW additional	Unchanged from original contract	Company Owned	Wind	Amendment	5/10/2011	12/31/2012
Nova Consultants (SolarCurrents)	Unchanged from original contract	Unchanged from original contract	Company Owned	Solar	Extension	12/21/2010	12/31/2011
Blue Water Renewables - Smiths Creek Landfill	3.2 MW	\$99.00/MWh	20 Years	Landfill	Unsolicited	1/20/2011	12/31/2011
Gratiot County Wind	110.4 MW 89.6 MW Company Owned	\$91.43/MWh Up to \$94.43/MWh	20 Years Company Owned	Wind	8/18/2009	<u>9/14/2010</u>	5/1/2012 3/31/2012

Appendix E- Contract Summary

		DTE Electric Compa	any : Contracts				
Seller	Quantity	Cost*	Term	Renewable Energy Type	Request for Proposal	Commission Approval	Commercial Operation Date
WM Renewable Energy - Eagle Valley Landfill	3.2 MW	Combined average price of	20 years	Landfill	8/18/2009	8/10/2010	6/1/2011
L'Anse Warden Electric Company	17 MW	\$98.94/MWh	20 years	Biomass	8/18/2009	8/10/2010	7/1/2010
Boyce Hydro**	Firm 210,000 RECs w/additional 112,000 RECs dependent on generation	\$7.75/ REC	7 Years	Hydro	12/23/2009	<u>4/27/2010</u>	3/16/2010
Nova Consultants (SolarCurrents)	Up to 3 MW	Up to \$18 Million	Company Owned	Solar	11/23/2009	3/2/2010	12/31/2010
Heritage Sustainable Energy Stoney Corners Wind Farm	12.2 MW	Unchanged from original contract	20 Years	Wind	Unsolicited	12/1/2009	1/1/2011
UPPCO**	Firm 500,000 RECs	Combined average	7 Years	Hydro	12/23/2009	12/1/2009	10/1/2009
Sterling Planet**	Firm 2,500,000 RECs	price of \$12.46/REC	10 Years	MISC	12/23/2009	12/1/2009	10/1/2009
Heritage Sustainable Energy Stoney Corners Wind Farm	14 MW	\$116.00/MWh	20 Years	Wind	Unsolicited	4/30/2009	12/21/2009

Totals: 1152 MW

<sup>\*</sup> Per MWh prices represent levelized costs.

\*\* Pre-existing projects prior to 2008 PA 295 - The commercial operation date would refer to the effective date of the contract.

\*\*\*Staff calculated levelized cost

#### Appendix E- Contract Summary

Alpena Power Company : Contracts									
Seller	Quantity	Cost	Term	Renewable Energy Type	Request for Proposal	Commission Approval	Commercial Operation Date		
Consumers Energy	"Bulk of RECs needed to meet the RPS"	Consumers Energy Company's Average Cost of RECs	20 Years	MISC	Unsolicited	9/15/2009	8/4/2009		
		AEP/Indiana Michig	an : Contracts						
Seller	Quantity	Cost	Term	Renewable Request for Energy Type Proposal		Commission Approval	Commercial Operation Date		
Fowler Ridge Wind Farm II	50 MW (7.5MW for MI)	Redacted	20 Years	Wind	Unsolicited	<u>9/15/2009</u>	2/15/2010		
Wildcat I Wind Farm, LLC	100 MW (60MW for MI)	Redacted	20 years	Wind	Competitive Solicitation	8/25/2011	12/31/2012		
Wiscons	in Electric Power Com	pany (Upper Michiga	an Energy Resoเ	urces Corporation	: Contracts				
Seller	Quantity	Cost	Term	Renewable Energy Type	Request for Proposal	Commission Approval	Commercial Operation Date		
Cadillac Renewable Energy. LLC	REC-Only Redacted	Redacted	Redacted	Biomass	Competitive Solicitation	1/23/2014	Redacted		

## Appendix F - Requests for Proposal (RFP) Summary

Consumers Energy: Request for Proposals/Requests for Information/Pre-Qualifications									
Issue Date	Туре	Description	Requested Capacity	Company Owned	Applicable Technology*				
12/1/2016	RFP	Requested bids for the Installation of a Utility Owned Wind Farm (Cross Winds II and III)	Up to 150 MW	Yes	Wind				
10/2/2012	RFP	Request for Qualifications for 150 MWs of Utility Owned Wind Turbines	Up to 150 MW	Yes	Wind				
8/7/2015	RFP	Request for Proposal for Solar String Inverters							
7/31/2015	RFP	Request for Proposal for Solar Modules							
8/7/2015	RFP	Request for Proposal for Solar Park Racking							
8/24/2015	RFP	Request for Proposal for Solar Park Construction							
	RFQ	Request for Qualifications for Solar Park Construction	Up to 10 MW	Yes	Solar				
4/25/2013	RFP	Requested bids for the Installation of a Utility Owned Wind Farm (Cross Winds)							
2/27/2013	RFP	Requested Substation Transformer Bids for Utility Owned Wind Farm (Cross Winds)							
10/2/2012	RFP	Requested bids for Utility Owned Wind Turbines (Cross Winds)	105 MW by	Yes	Wind				
May-12	RFQ	Request for Qualifications for 105 MWs of Utility Owned Wind Turbines	N/A	Yes	Wind				
7/23/2010	RFP	Requested bids for the Installation of a Utility Owned Wind Farm							
1/15/2010	RFP	Requested bids for Utility Owned Wind Turbines							
7/27/2009	RFP	Requested Substation Transformer Bids for Utility Owned Wind Farm	100 MW by 2012	Yes	Wind				
2/19/2010	RFQ	Request for Qualifications for the Installation of a 100 MW Utility Owned Wind Farm	N/A	Yes	Wind				
7/14/2010	RFQ	Request for Qualifications for 100 MWs of Utility Owned Wind Turbines	N/A	Yes	Wind				
5/7/2009	RFP	Requested CEREC**	100 MW by 2012 / 150 MW by 2014	No	All				
1/29/2009	RFP	Requested CEREC**	17.4 MW	No	All				

<sup>\*</sup> All=Any Renewable Energy Resource defined by 2008 PA 295; REC=Renewable Energy Credit; ACEC=Advanced Cleaner Energy Credit \*\* CEREC=Capacity, Energy, and Renewable Energy Attributes

## Appendix F - Requests for Proposal (RFP) Summary

Issue Date	Type	tric Company : Request for Proposals/Request  Description	s for Information/Pre-C	Qualifications  Company  Owned	Applicable Technology*
5/20/2016	RFP	Wind Ownership Option	Up to 150	Yes	Solar
6/20/2015	RFP	Up to 50 MW Solar Engineering Procurement and Construction	50 MW	Yes	Solar
6/20/2014	RFP	Requested bids for the Installation of a Utility Owned Wind Farm			
2/17/2014	RFP	Up to 100 MW of Utility Owned Wind Turbines (Pinnebog)	0 MW of Utility Owned Wind Turbines 100 MW by		Wind
2/6/2013	RFP	Phase II Solar Engineering Procurement and Construction	12/31/2013	Yes	Willia
9/28/2012	RFP	Phase I Solar Engineering Procurement and Construction	1.25 MW	Yes	Solar
5/3/2012	RFP	100 MW of Wind	100 MW by 12/31/2013	No	Wind
4/17/2012	RFP	EPC (Echo)	NA	Yes	Wind
12/7/2011	Auction	Requested RECs* Without the Associated Energy	2009 and 2010 Vintage	No	All
10/12/2011	RFP	110 MW of Utility Owned Wind Turbines (Echo)	110 MW by 12/31/2013	Yes	Wind
5/6/2011	RFP	EPC (Thumb)	N/A	Yes	Wind
3/24/2011	RFP	Solar Panels	12 MW	Yes	Solar
3/10/2011	RFP	Wind Ownership Option	50 MW by 12/31/2014	Yes	All
3/9/2011	RFP	109 MW of Utility Owned Wind Turbines (Thumb)	109 MW by 12/31/2012	Yes	Wind
2/28/2011	RFP	Requested bids for the Installation of Utility Owned Solar	N/A	Yes	Solar
2/10/2011	RFP	O&M Services	N/A	Yes	Wind
11/18/2010	RFP	Requested CEREC**	245 MW by 12/31/2014	No	All
7/26/2010	Pre-Q	Pre-qualification for 100-200 MW of Utility Owned Wind Turbines	N/A	Yes	Wind
3/29/2010	SOI	Solicitation of Interest to Host Utility Owned Solar at the Customers Location	N/A	Yes	Solar
11/23/2009	RFP	Requested bids for the Installation of Utility Owned Solar	3 MW	Yes	Solar
10/23/2009	Pre-Q	Pre-Qualification for the Installation of 3 MW of Utility Owned Solar	N/A	Yes	Solar
8/18/2009	RFP	Joint Development for Utility Owned Wind	75 MW by 12/31/2011	Yes	Wind
8/18/2009	RFP	Requested CEREC**	106 MW by 12/31/2011	No	All
5/22/2009	RFI	Request for Information for the Joint Development of Wind Farms	N/A	Yes	Wind
12/23/2008	RFP	Requested RECs* and ACECs* Without the Associated Energy	250,000 RECs*/Year	No	All

<sup>\*</sup> All=Any Renewable Energy Resource defined by 2008 PA 295; REC=Renewable Energy Credit; ACEC=Advanced Cleaner Energy Credit \*\* CEREC=Capacity, Energy, and Renewable Energy Attributes

Appendix G			Mic	chigan Ut	ility Scale Wir	nd Farms*		
Project Name	County	Capacity (MW)	Turbine Size (MW)	Number of Turbines	Turbine Manufacturer	Developer	Power Purchaser	Commercial Operation Date
Apple Blossom	Huron	100	3.45	29		Geronimo Energy	Consumers Energy	October 2017
Beebe	Gratiot	81	2.4	34	Nordex	Exelon & Great Lakes Wind	Consumers Energy	December 2012
Beebe 1B	Gratiot	50.4	2.4	21	Nordex	Exelon	Municipal Utility	December 2014
Big Turtle	Huron	20	2.0	10	Gamesa	Heritage Sustainable Energy	DTE	December 2014
Big Turtle II	Huron	30	2.0	15	Gamesa	Heritage Sustainable Energy		December 2016
Brookfield	Huron	74.8	1.7	44	GE Energy	NextEra Energy	DTE	February 2014
Cross Winds	Tuscola	111	1.7	65	GE Energy	Consumers Energy	N/A	December 2014
CrossWinds II	Tuscola	44	2.3	19	GE Energy	Consumers Energy	N/A	January 2018
Crosswinds III	Tuscola	76	2.3	33	GE Energy	Consumers Energy		Expected 2020
Deerfield Wind	Huron	150	2	72	Vestas	RES Americas	Wolverine Power Cooperative	January 2017
Echo	Huron	112	1.6	70	GE Energy	DTE	N/A	September 2014
Garden I	Delta	28	2.0	14	Gamesa	Heritage Sustainable Energy	Consumers Energy**	September 2012
Gratiot County	Gratiot	212.8	1.6	133	GE Energy	Invenergy & DTE	DTE	June 2012
Harvest	Huron	52.8	1.65	32	Vestas	Exelon	Wolverine Power Cooperative	2008
Harvest II	Huron	59.4	1.8	33	Vestas	Exelon	Consumers Energy	November 2012
Lake Winds	Mason	100.8	1.8	56	Vestas	Consumers Energy	N/A	November 2012
Mackinaw City	Emmet	1.8	0.9	2	NEG Micon	Mackinaw Power	Consumers Energy	2001
McKinley	Huron	14.4	1.6	9	GE Energy	DTE	N/A	December 2012
Michigan Wind I	Huron	69	1.5	46	GE Energy	Exelon	Consumers Energy	2008
Michigan Wind II	Sanilac	90	1.8	50	Vestas	Exelon	Consumers Energy	January 2012
Minden	Sanilac	32	1.6	20	GE Energy	DTE	N/A	December 2012
Pheasant Run Wind	Huron	74.8	1.7	44	GE Energy	NextEra Energy	DTE	December 2013
Pine River Wind	Gratiot, Isabella	161.3				Pine River Wind Energy, LLC	DTE	December 2018
Pinnebog	Huron	51	1.7	30	GE Energy	DTE	DTE	December 2016
Sigel	Huron	64	1.6	40	GE Energy	DTE	N/A	December 2012
Stoney Corners	Missaukee & Osceola	81	2 - 2.5	29	Repower, Fuhrlander, Northern Power Systems	Heritage Sustainable Energy	Consumers Energy, DTE, Traverse City Light & Power	2008 - October 2012
Tuscola Bay Wind	Tuscola, Bay & Saginaw	120	1.6	75	GE Energy	NextEra Energy	DTE	December 2012
Tuscola Wind II	Tuscola & Bay	100.3	1.7	59	GE Energy	NextEra Energy	DTE	November 2013
Totals		2,163	MW	1,084	Turbines			
Operational Totals		1,925	MW	1,032	Turbines			

Bold text indicates the wind farm is operational.

<sup>\*\*</sup>Heritage may supply power and RECs from this wind farm to DTE under an "additional supply" provision in a separate contract.
\* Prepared by MPSC Staff and includes all wind farms operational, planned or under contract with an MPSC-rate-regulated electric provider. Additional wind farms are included as MPSC Staff becomes aware of the project

#### **Appendix G- Michigan Utility Scale Wind Farms**

