

Implications of States Reaching Their Terminal RPS Target: Michigan

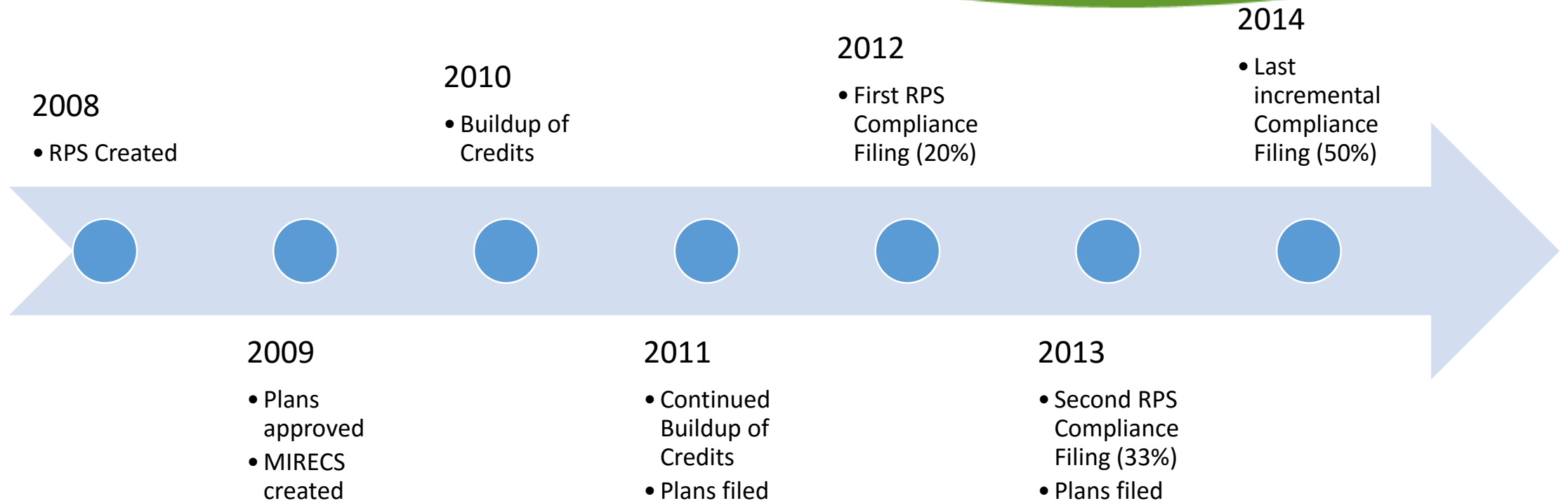
December 1, 2016

RPS Summit



MICHIGAN PUBLIC SERVICE COMMISSION

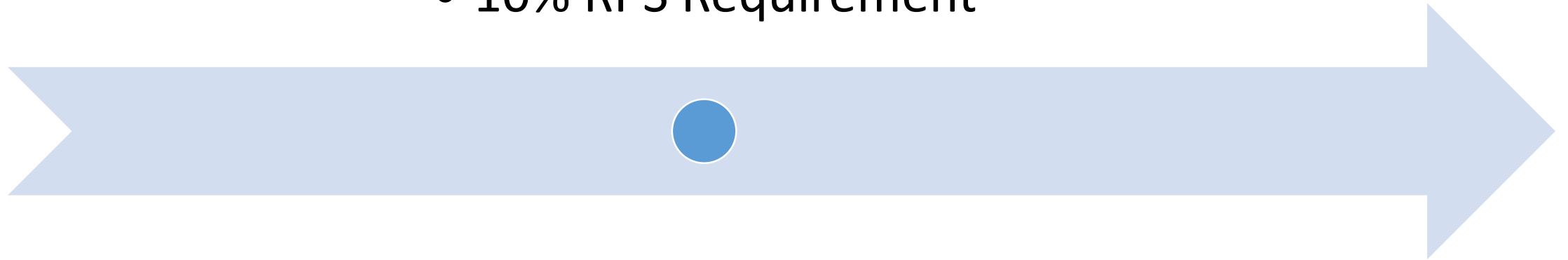
Build up to 10% Timeline



Terminal Date

2015

- 10% RPS Requirement

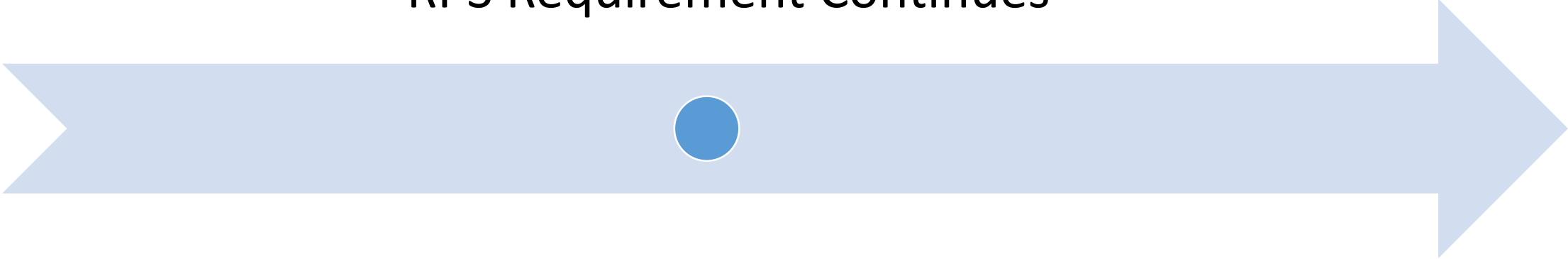


- Plans Filed
- Media reports of the RPS ending
- New Legislative Session

Terminal +1

2016

- RPS Requirement Continues



“In 2016 and each year thereafter, maintain a renewable energy credit portfolio that consists of **at least** the same number of renewable energy credits as were required in 2015.” –2008 PA 295(27)

The Future? With no new legislation:

End of 2016

- Legislative Session Ending
- Requirement remains the same as in 2015

2029

- Refund to Customers of any existing regulatory liability
- End of 20 year time line

2017

- Adjustment period
- Plans Filed
- RFP for MIRECS

The Future? SB438 Passed:

End of 2016

- Legislative Session Ends Having Passed into Law SB438

2019-2021

- Requirement Increases to 12.5%

Beyond 2021

- No indication is provided within the bill of if the RPS requirement continues nor if/when it ends

2017 and 2018

- RPS Requirement remains the same as in 2016
- All plans reviewed in 2017

2021

- Requirement Increases to 15%

Continuing Role of Administration

- Continue to monitor prospect of SB438
- MIRECS/Tracking energy credits expectations
- Education and answering questions of providers and public