

2. To date, what has been Michigan's cost of renewables, and how has that impacted rates paid by residential, commercial, and industrial customers?

According to Renewable Energy Annual Reports submitted by Michigan's electric providers, the Incremental Cost of Compliance with Act 295 has been \$74 million through 2011. The rate impact is limited by Act 295 to no more than \$3.00 per meter per month for residential, \$16.58 per meter per month for commercial secondary and \$187.50 per meter per month for commercial primary or industrial customers. Currently, only 23 of Michigan's 84 electric providers have implemented surcharges and only 5 electric providers are charging the maximum surcharge for residential customers. The maximum residential surcharge amount of \$3 per meter per month is approximately 3% of the average residential bill.

Source:

MPSC's *Report on the Implementation of the P.A. 295 Renewable Energy Standard and the Cost-Effectiveness of the Energy Standards* -

http://www.michigan.gov/documents/mpsc/implementation_of_PA295_renewable_energy_411615_7.pdf