

GREEN GIVING OPTION 2 SPONSORED RECIPIENT TERMS AND CONDITIONS

DESCRIPTION

The Green Giving program provides Consumers Energy's income qualified customers the opportunity to advance the development of renewable energy by offering the ability to match up to 50% of the average annual household energy use with renewable energy generated from wind or solar resources. The subscription fee for the program is covered in full by the Green Giving fund and eligible customers receive a credit on their monthly bill for the value of the renewable energy resource capacity and energy generated.

Consumers Energy owns (or contracts with third parties to provide) utility scale, solar and wind energy facilities ("Facilities"). The energy produced from these Facilities is placed on the electric grid together with the energy being supplied from all other generation sources. Consumers Energy makes no representation that energy from these Facilities is delivered directly to those participating in the program.

ELIGIBILITY

Available to Full Service metered customers on a residential rate with the Company at a single-metered site. Customer recipient must be a low-income customer not currently enrolled in the Low-Income Assistance Credit (LIAC), CARE, or Percent of Income Payment Plan (PIPP) programs.

ENROLLMENT

Recipients will be randomly selected from the eligible applicant pool. Customers will be notified via email or mail of their enrollment; they will have the option to opt-out if they do not wish to participate in the program.

SUBSCRIPTION TYPE

The subscription level is expressed as a percentage of kWh energy based on the average annual residential household usage to be updated as needed.

SUBSCRIPTION LEVEL

Each enrolled customer account subscription level 50% of the average annual household energy usage.

SUBSCRIPTION FEE

Customer recipients will not be required to pay a subscription fee. The subscription fee is covered in full by the Green Giving fund and represents a fixed price determined annually based on the weighted average levelized cost of service for the unsubscribed capacity from the existing and planned Designated Renewable Facilities and other Program costs.

RENEWABLE ENERGY BILL CREDITS

Participants will receive monthly bill credits for the value of resource capacity and energy generated in accordance with the [tariff](#). The bill credit is based on the participant's subscription level and energy and capacity credit received from Midcontinent Independent System Operator ("MISO"), as described in the tariff. Monthly energy and capacity credits provided to customers will be based on forecasted energy and capacity value of the Designated Renewable Facilities.

ANNUAL CREDIT RECONCILIATION AND TRUE UP

An annual reconciliation of the forecasted energy and capacity credit provided to the customer against the actual energy and capacity credit received on behalf of all the Company's Designated Renewable Facilities in the Program will be completed in the first quarter of each year for the preceding Program year. The Company may adjust its forecasted capacity credits or energy credits at any time throughout the subscription year to minimize the annual true-up adjustment. The annual true up will not apply to any customers that are no longer active full-service customers at the time of the true up.

RENEWABLE ENERGY CERTIFICATES (RECS)

Renewable Energy Certificates (RECs) represent the environmental benefits associated with the generation of renewable energy. The RECs generated from the program will be retired annually on behalf of the program.

TERM & FORM OF CONTRACT

Participating customers shall be enrolled for a term of 12 months. After 12 months the subscription will automatically end.

Customers who relocate within the Consumers Energy electric service territory will have their subscription cancelled unless they notify the company to transfer their subscription.

SUBSCRIPTION CANCELLATION

Participants may voluntarily choose to cancel their enrollment at any time. Participants electing to cancel their enrollment may do so by emailing their request to greenpower@cmsenergy.com.

TERMINATION

Termination from the program may occur in the following cases:

- (1) The customer enrolls in the LIAC, CARE, or PIPP programs,
- (2) The participant is no longer a full-service electric participant, and/or
- (3) The participant is no longer an electric customer in the Consumers Energy service territory.

Consumers Energy may terminate the Green Giving Program under the following cases:

- (1) Facilities are unavailable or cannot be procured to serve the program,
- (2) The Green Giving Program is cancelled,
- (3) Federal and/or State laws are established that may make the program unnecessary, noncompliant, or in need of revision, or
- (4) For other reasons approved by the MPSC.

RULES AND REGULATIONS

Consumers Energy's Green Giving Energy Program is a voluntary program governed by the [tariff, Rule C 10.7](#), which is approved by the Michigan Public Service Commission ("MPSC"). The information contained in this document is a summary of the terms governing participation and is subject to the applicable tariff, including any subsequent revisions of the tariff.

PROGRAM INFORMATION & QUESTIONS

Visit www.consumersenergy.com/GreenGiving for updated program information or contact us at greenpower@cmsenergy.com.

This voluntary program is designed to reduce participants' electric bills. It offers an opportunity to voluntarily participate in a program that generates clean, renewable energy, therefore reducing greenhouse gas emissions by displacing fossil-fueled generation.