

STATE OF MICHIGAN
BEFORE THE MICHIGAN PUBLIC SERVICE COMMISSION

* * * * *

In the matter of the application of)	
CONSUMERS ENERGY COMPANY)	
for a financing order approving the securitization of)	Case No. U-17473
qualified costs.)	
_____)	

At the July 23, 2015 meeting of the Michigan Public Service Commission in Lansing,
Michigan.

PRESENT: Hon. John D. Quackenbush, Chairman
Hon. Greg R. White, Commissioner
Hon. Sally A. Talberg, Commissioner

ORDER

In its December 6, 2013 order, the Commission authorized Consumers Energy Company (Consumers) to securitize up to \$389.6 million of qualified costs. Among other issues addressed by the order, the Commission concluded that there must be periodic true-ups of the securitization charges to ensure that the amounts collected are sufficient to service the securitization bonds. The Commission stated:

True-ups of the securitization charges shall be conducted periodically, in accordance with the schedule and the methodology approved in this order. Mid-year true-up results may be implemented immediately for any mid-year true-up that is uncontested.

December 6, 2013 order in Case No. U-17473, p. 64 (footnote omitted).

On June 29, 2015, Consumers filed its first annual routine true-up adjustment report to reflect new surcharges for the period August 2015 through July 2016. The current and proposed surcharges are outlined on page 2 of Attachment A of Consumers' application.

The Commission Staff (Staff) reviewed the proposed adjustments and concluded that the adjustments were routine, the calculations were accurate, and the proposed adjustments conform to the methodology approved by the Commission.

After considering Consumers' filing and the Staff's review, the Commission agrees that the proposed adjustments are routine, the calculations are accurate, and the proposed adjustments conform to the approved methodology. Consumers is therefore authorized to implement the adjustments effective for bills rendered on and after the August 2015 billing month.

THEREFORE, IT IS ORDERED that:

A. For bills rendered on and after the August 2015 billing month, Consumers Energy Company shall implement the new securitization surcharges set forth in Attachment C.

B. Prior to the August 2015 billing month, Consumers Energy Company shall file with the Commission tariff sheets essentially the same as those set forth in Attachment C.

The Commission reserves jurisdiction and may issue further orders as necessary.

Any person desiring to appeal this order must do so in the appropriate court within 30 days after issuance and notice of this order, pursuant to MCL 462.26. To comply with the Michigan Rules of Court's requirement to notify the Commission of an appeal, appellants shall send required notices to both the Commission's Executive Secretary and to the Commission's Legal Counsel. Electronic notifications should be sent to the Executive Secretary at mpscedockets@michigan.gov and to the Michigan Department of the Attorney General - Public Service Division at pungpl@michigan.gov. In lieu of electronic submissions, paper copies of such notifications may be sent to the Executive Secretary and the Attorney General - Public Service Division at 7109 W. Saginaw Hwy., Lansing, MI 48917.

MICHIGAN PUBLIC SERVICE COMMISSION

John D. Quackenbush, Chairman

Greg R. White, Commissioner

Sally A. Talberg, Commissioner

By its action of July 23, 2015.

Mary Jo Kunkle, Executive Secretary

POWER PLANT SECURITIZATION CHARGE

The actual Securitization Charge is authorized pursuant to Rule C9.2, Power Plant Securitization Charge, Initial Implementation and True-up Methodology. The Power Plant Securitization Charge is billed to all full service customers, shown in the rate schedules identified below, based upon usage. This charge shall be shown separately on the customer's bill.

The actual Power Plant Securitization Charge applied to customers' bills is as follows:

<u>Rate Schedule</u>	<u>Power Plant Securitization Charge (Case No. U-17473) Effective beginning with the August 2015 Billing Month</u>
Rate RS	\$ 0.001258/kWh
Rate RT	0.001258/kWh
Rate REV-1	0.001258/kWh
Rate REV-2	0.001258/kWh
Rate GS	0.001256/kWh
Rate GSD	0.001256/kWh
Rate GP	
CVL 1	0.000910/kWh
CVL 2	0.000910/kWh
CVL 3	0.000910/kWh
Rates GPD, GPTU, MMPP and GSG-2	
CVL 1	0.000910/kWh
CVL 2	0.000910/kWh
CVL 3	0.000910/kWh
Rate E-1	NA
Rate GML	0.000566/kWh
Rate GUL	0.000566/kWh
Rate GU-XL	0.000566/kWh
Rate GU	0.000566/kWh
Rate PA	NA
Rate ROA-R ⁽¹⁾	NA
Rate ROA-S ⁽¹⁾	NA
Rate ROA-P ⁽¹⁾	NA

For Customers taking service on Rate Schedule GSG-1, the Power Plant Securitization Charge shall be as provided for under the Customer's otherwise applicable Company Full Service firm Rate Schedule, for all energy supplied by the Company.

⁽¹⁾ Customers taking ROA service on December 6, 2013 are excluded from the Power Plant Securitization Charges. This exclusion does not apply to customers first taking ROA service after December 6, 2013 or to customers taking service on December 6, 2013 who discontinue taking ROA service any time after December 6, 2013. Customers who discontinue taking ROA service any time after December 6, 2013 and who return to ROA service will pay the Power Plant Securitization Charges applicable to the customer's otherwise applicable Company Full Service Rate Schedule.

**Issued XXXXXX XX, 2015 by
J. G. Russell,
President and Chief Executive Officer,
Jackson, Michigan**

**Effective for bills rendered on and after
the Company's August 2015 Billing Month**

**Issued under authority of the
Michigan Public Service Commission
dated XXXXXX XX, 2015
in Case No. U-17473**