

MPSC FY 2024 Appropriations Request



Dan Scripps

Chair



The MPSC: Who we are



Commissioner
Tremaine Phillips



Chair
Dan Scripps



Commissioner
Katherine Peretick



The MPSC: Who we are

**Chair
Commissioners**

**Chief Operating
Officer**

- **Regulatory Affairs**
- **Strategic Operations**
- **Public Information Officer**
- **Equity and Inclusion Officer**

- **Administrative Services**
- **Telecommunications**
- **Customer Assistance**
- **Gas Safety & Operations**
- **Regulated Energy**
- **Energy Resources**
- **Energy Operations**



Our Mission

To serve the public by ensuring
safe, reliable, and accessible
energy and telecommunications
services ***at reasonable rates***

Major Functions

Ensuring System Reliability

Setting Just & Reasonable Rates

Energy Assurance and Planning

Licensing & Fostering Competitive Markets

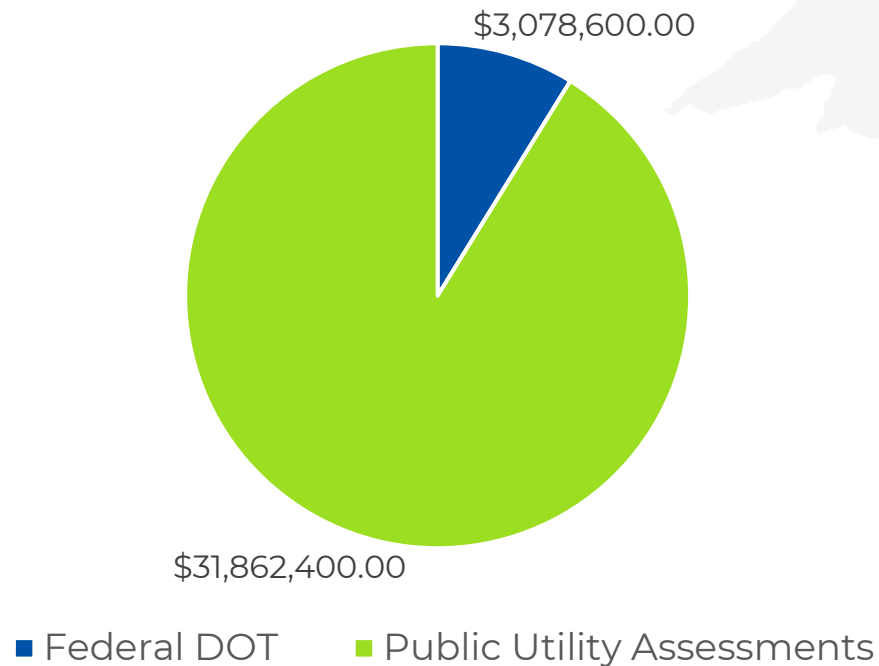
Facility Siting and Need Determination

Public Safety and Infrastructure Oversight

Customer Assistance & Protection

MPSC FY 2024 Funding Request

FY 2024 Funding Request



- ❑ The MPSC is funded by restricted funds
- ❑ FY'24 request represents a 2% increase over FY 2023
- ❑ Includes 5 new FTEs designated for gas safety work

Total FY 2024 Funding Request: \$ 34,941,000

Michigan Saves

Governor Whitmer's budget recommendation also includes \$5M for MPSC to award to Michigan Saves for loan loss reserve or other financial means to leverage private investment

• Michigan Saves Fast Facts

- MPSC provided seed funding to establish Michigan Saves in 2009. Now independent, statewide non-profit organization ("green bank") that finances energy efficiency and renewable energy
- Fills gaps in financing through longer terms, more attractive rates, and more lenient credit standards
- Leverages public dollars with private lenders, mostly credit unions (\$5M Loan Loss Reserve Fund = \$150M loan potential)
- Qualified contractor network (HVAC, electrical, builders) makes financing available in every county
- Over \$350 M financed from 2010 - 2021, 75% residential projects and 25% commercial projects

Update on MPSC Calendar Year 2022 Priorities

2022 Priority	Update
Improving Reliability & Resilience	<ul style="list-style-type: none">• March - Ordered Staff to develop a webpage dedicated to distribution system reliability, outages, and storm response. Expected to be complete in first half of 2023.• Oct. – Directed updated compliance filings from Consumers & DTE; Ordered 3rd party system audit• Nov. – Ordered 4.8 KV system technical conference• Updated rule sets pending at JCAR• Ordered updated distribution plans
Renewable Natural Gas Study	PA 87 of 2021 directed MPSC to conduct a study into the potential for renewable natural gas development in Michigan. Staff held three stakeholder workgroup sessions and accepted stakeholder comment on a number of issues. A final report was issued on Sept. 28, 2022.
MI Power Grid	<ul style="list-style-type: none">• Customer Education & Participation workgroup report filed; issued Order adopting or ordering continuing work on many recommendations related to customer education and data access• Launched the Distribution System Data Access workgroup• Issued orders on the New Technologies and Business models workgroup report including requesting further comment on a number of issues.• Approval of the MPSC Interconnection and Distributed Generation Standards ruleset.
Integrated Resource Planning	<ul style="list-style-type: none">• Updated IRP Filing Requirements and Integrated Resource Planning Parameters• Issued final orders in IRP filings for Consumers Energy and UMERG• I&M IRP filed in 2022 with an order issued in February.• DTE IRP filed in late 2022; Public hearing held in December; Decision due this year
2022 Case Load	Commission issued 513 orders in 2022 including final order in 2 IRP cases and 7 rate cases

2023 Priorities

- ❑ Continuing to address grid reliability and resiliency concerns
 - Third party audit of Consumers Energy and DTE distribution system including both equipment and operations
 - 2021 – 2022 Storm Response orders
 - Completion of rules updates in Q.1/Q.2 of 2023
 - Technical conferences on energy storage resources and batteries
- ❑ Resource Adequacy
 - MISO/PJM/FERC
 - Capacity demonstrations
 - Integrated resource plans
- ❑ Continued work to ensure Michigan and our utilities are able to take advantage of the funding offered under the Infrastructure Investment and Jobs Act and the Inflation Reduction Act
- ❑ Concluding the MI Power Grid initiative
- ❑ Nuclear Feasibility Study (PAs 166 and 218 of 2022)
- ❑ Low Carbon Energy Infrastructure Enhancement and Development grants (EIED grants) (PAs 53 and 166 of 2022)
- ❑ Grid Integration Study (SR 143 of 2020)
- ❑ Customer Affordability and Outreach
 - Low Income Energy Policy Board/Energy Affordability and Accessibility Collaborative/Energy Waste Reduction Low Income Workgroup
 - Expanding customer outreach capacity and efforts
- ❑ 2023 Case Load
 - DTE IRP
 - Between 9 and 11 Rate Cases
 - Act 16 Read the Record

Questions & Discussion

Thank you!

