STATE OF MICHIGAN

BEFORE THE MICHIGAN PUBLIC SERVICE COMMISSION

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In the matter, on the Commission's own motion, regarding the regulatory reviews, revisions, determinations, and/or approvals necessary for **CONSUMERS ENERGY COMPANY** to fully comply with Public Act 295 of 2008, as amended.

Case No. U-21557

At the November 21, 2024 meeting of the Michigan Public Service Commission in Lansing, Michigan.

> PRESENT: Hon. Daniel C. Scripps, Chair Hon. Katherine L. Peretick, Commissioner Hon. Alessandra R. Carreon, Commissioner

ORDER APPROVING SETTLEMENT AGREEMENT

On May 31, 2024, Consumers Energy Company (Consumers) filed an application, with supporting testimony and exhibits, requesting authority to reconcile its energy waste reduction plan revenues and costs for the 12-month period ended December 31, 2023, and for other related relief.

A prehearing conference was held on July 9, 2024, before Administrative Law Judge Jonathan F. Thoits. Consumers and the Commission Staff participated in the proceeding. Subsequently, the parties submitted a settlement agreement resolving all issues in the case.

The Commission has reviewed the settlement agreement and finds that the public interest is adequately represented by the parties who entered into the settlement agreement. The Commission further finds that the settlement agreement is in the public interest, represents a fair and reasonable resolution of the proceeding, and should be approved.

THEREFORE, IT IS ORDERED that:

A. The settlement agreement, attached as Exhibit A, is approved.

B. Within 30 days from the date of this order, Consumers Energy Company shall file with the Commission tariff sheets substantially similar to Attachment C to the settlement agreement. After the tariff sheet has been reviewed and accepted by the Commission Staff for inclusion in the company's tariff book, Consumers Energy Company shall promptly file the final tariff sheets in this docket and serve all parties.

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

Any party 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 <u>LARA-MPSC-</u> <u>Edockets@michigan.gov</u> and to the Michigan Department of Attorney General - Public Service Division at <u>sheac1@michigan.gov</u>. 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

Daniel C. Scripps, Chair

Katherine L. Peretick, Commissioner

Alessandra R. Carreon, Commissioner

By its action of November 21, 2024.

Lisa Felice, Executive Secretary

STATE OF MICHIGAN

BEFORE THE MICHIGAN PUBLIC SERVICE COMMISSION

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In the matter, on the Commission's own motion regarding the regulatory reviews, revisions determinations, and/or approvals necessary for **Consumers Energy Company** to fully comply with Public Act 295 of 2008, as amended by Public Act 342 of 2016.

Case No. U-21557

SETTLEMENT AGREEMENT

Pursuant to MCL 24.278 and Rule 431 of the Rules of Practice and Procedure before the Michigan Public Service Commission ("MPSC" or the "Commission"), R 792.10431, the undersigned parties agree as follows:

WHEREAS, on May 31, 2024, Consumers Energy Company ("Consumers Energy" or the "Company") filed an Application with supporting testimony and exhibits requesting: a determination that the Company's 2023 Energy Waste Reduction ("EWR") Plan reconciliation is reasonable and prudent and meets all relevant requirements under 2008 PA 295, as amended ("Act 295"); approval of the collection of a performance incentive payment for both the natural gas and electric EWR plans; approval of the proposed EWR surcharges; and approval of the conversion of EWR Credits into Renewable Energy Credits ("RECs") in 2023 for use in meeting the Company's renewable energy requirements under Act 295.

WHEREAS, the initial prehearing conference in this proceeding was held on July 9, 2024. The parties to the case are Consumers Energy and the Commission Staff ("Staff"). NOW THEREFORE, for purposes of settlement of Case No. U-21557, the undersigned parties agree as follows:

1. Staff performed a financial audit of the Company's reconciliation filing. Staff requested samples of General Ledger account print screens and the numbers in the Company's Ledgers matched the numbers represented in their exhibits. A sample of customer bills were collected and verified that the appropriate surcharges billed to customers were valid. The Company was able to achieve and exceed its legislative target with the funds collected through the surcharges. The Company provided sufficient evidence and subsequent audit responses to determine the filing and the program offerings were reasonable and prudent.

2. The parties agree that the Company's 2023 EWR Plan reconciliation, as set forth in Consumers Energy's pre-filed testimony and exhibits in this case, is reasonable and prudent and meets all relevant requirements under Act 295.

3. The parties agree that the Company exceeded its statutory electric savings target with a Utility Cost Test ("UCT") score of 1.89 and exceeded its statutory gas savings target with a UCT score of 1.73, and the Company has earned an incentive payment for the performance of its 2023 electric EWR Program portfolio in the amount of \$37,990,361 and for the performance of its 2023 natural gas EWR Program portfolio in the amount of \$19,822,261. The calculation of these amounts is shown on Attachment A.

4. The parties agree that the ending balance for program year 2023 is an over-recovery of \$24,664,059 inclusive of interest for electric, and an under-recovery of \$19,422,149 inclusive of interest for natural gas.

5. The parties agree that the amount of the incentive payment payable by each particular customer group and the associated surcharges are as shown on Attachment B.

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6. The parties agree that pursuant to Generally Accepted Accounting Principles ("GAAP") the EWR incentive must be fully collected by December 31, 2025, so that the revenue will be recorded within a two-year period as required by ASC 980-605-25.¹ The parties thus agree that the incentive payment will be collected by the Company starting with the billing month of January 2025 and ending the billing month of December 2025 as set forth on Attachment C and Attachment D to this Settlement Agreement. Consistent with historical accounting practices, any incentive payment balance remaining at the conclusion of the year will be included in the subsequent EWR reconciliation filing. The Surcharge consists of both an incentive component and a plan component. There is to be no interest on the incentive portion of the Surcharge. The parties agree that the tariff revisions, shown on Attachment C, will be effective beginning with the January 2025 billing month. The tariff sheets will be issued prior to the January 2025 billing period.

7. The parties agree that the Company may convert 168,429 EWR Credits into Renewable Energy Credits in 2023 for use in meeting the renewable energy requirements under Act 295.

¹ ASC 980-605-25 states that revenue recognition is appropriate when all of the following criteria are met:

[•] Criteria A: The program is established by an order from the utility's regulatory commission that allows for automatic adjustment of future rates. Verification of the adjustment of future rates by the regulator does not preclude the adjustment from being considered automatic;

[•] Criteria B: The amount of additional revenues for the period is objectively determinable and recovery is probable; and

[•] Criteria C: The additional revenues will be collected within the 24 months following the end of the annual period in which they are recognized.

The incentive in this proceeding meets Criteria A and B, however, collection of the incentive must be within 24 months to meet Criteria C. The EWR incentive revenue has already been recognized on Consumers Energy's books as of December 2023. In order to comply with the 24-month collection requirement, Criteria C, the EWR incentive needs to be fully collected by December 31, 2025. It is important to record the incentive revenue in the same period that the EWR expenses are incurred to present a better picture of the true economics of the program. It also allows for consistent financial reporting.

8. This settlement is entered into for the sole and express purpose of reaching a compromise among the parties. All offers of settlement and discussions relating to this settlement are, and shall be considered, privileged under MRE 408. If the Commission approves this Settlement Agreement without modification, neither the parties to this Settlement Agreement nor the Commission shall make any reference to, or use, this Settlement Agreement or the order approving it, as a reason, authority, rationale, or example for taking any action or position or making any subsequent decision in any other case or proceeding; provided, however, such references may be made to enforce or implement the provisions of this Settlement Agreement and the order approving it.

9. This Settlement Agreement is based on the facts and circumstances of this case and is intended for the final disposition of Case No. U-21557. So long as the Commission approves this Settlement Agreement without any modification, the parties agree not to appeal, challenge, or otherwise contest the Commission order approving this Settlement Agreement. Except as otherwise set forth herein, the parties agree and understand that this Settlement Agreement does not limit any party's right to take new and/or different positions on similar issues in other administrative proceedings or appeals related thereto.

10. This Settlement Agreement is not severable. Each provision of the Settlement Agreement is dependent upon all other provisions of this Settlement Agreement. Failure to comply with any provision of this Settlement Agreement constitutes failure to comply with the entire Settlement Agreement. If the Commission rejects or modifies this Settlement Agreement or any provision of the Settlement Agreement, this Settlement Agreement shall be deemed to be withdrawn, shall not constitute any part of the record in this proceeding or be used for any other purpose, and shall be without prejudice to the pre-negotiation positions of the parties.

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11. The parties agree that approval of this Settlement Agreement by the Commission would be reasonable and in the public interest.

12. The parties agree to waive Section 81 of the Administrative Procedures Act of 1969

(MCL 24.281), as it applies to the issues resolved in this Settlement Agreement, if the Commission approves this Settlement Agreement without modification.

WHEREFORE, the undersigned parties respectfully request the Michigan Public Service Commission to approve this Settlement Agreement on an expeditious basis² and to make it effective in accordance with its terms by final order.

MICHIGAN PUBLIC SERVICE COMMISSION STAFF

By:

Heather MS Durian

Alena Clark (P73252) Heather M.S. Durian (P67587) Assistant Attorneys General Public Service Division 7109 West Saginaw Highway Post Office Box 30221 Lansing, MI 48909 Date: October 18, 2024

CONSUMERS ENERGY COMPANY

By:

Digitally signed by Gary A. Gensch, Jr. Date: 2024.10.16 15:12:24 -04'00'

Date: October 16, 2024

Anne M. Uitvlugt (P71641) Gary A. Gensch, Jr. (P66912) Attorneys for Consumers Energy Company One Energy Plaza Jackson, MI 49201

 $^{^2}$ In order to achieve compliance with the GAAP described in paragraph 5 of this Settlement Agreement, the parties request Commission approval of this Settlement Agreement by the end of 2024 to ensure the incentive payment will begin to be collected beginning with the January 2025 billing month.

ATTACHMENT A

Case No. U-21557 Attachment A to Settlement Agreement Page 1 of 2

> MICHIGAN PUBLIC SERVICE COMMISSION Consumers Energy Company

Case No.: U-21557 Exhibit No.: A-5 (EAM-5) Page: 1 of 2 Witness: EAMcGraw Date: May 2024

2023 Electric and Gas EWR Financial Incentive

(a) (b)

(c)

Source	Exhibit A-3 (EAM-3)	L6 page 2	L9 page 2	Min(L2, L3)
Combined	289,063,111	89,953,433	57,812,622	57,812,622
	θ	Ŷ	Υ	ω
Natural Gas	99,111,306	24,360,626	19,822,261	19,822,261
Z	Ф	Ф	Ф	φ
Electric	189,951,805	65,592,807	37,990,361	37,990,361
	θ	\$	θ	φ
Description	EWR Investments	<u>Financial Incentive</u> % of Net Benefits	% of Investments	Financial Incentive Cap
Line No.		7	ю	4

MICHIGAN PUBLIC SERVICE COMMISSION Consumers Energy Company

Case No.: U-21557 Exhibit No.: A-5 (EAM-5) Page: 2 of 2 Witness: EAMcGraw Date: May 2024

2023 Electric and Gas EWR Financial Incentive

(a)

(q)

Source		L1 page 1 - less Low Income	Benefit/cost Test Results (Skinner)	L1 x L2	L3 - L1		L4 x L5				L7 x L8	Costs • Benefits and Costs
				5		_			Ľ	_		and (ncome
Natural Gas		63,751,580	2.27	144,953,667	81,202,086	30%	24,360,626		99,111,306	20%	19,822,261	icome Benefits includes Low I
Z		θ		θ	Ф		ഗ		θ		ω	Low Ir es but
Electric	Net Benefits	164,691,377	2.33	383,334,068	218,642,691	30%	65,592,807	Investments	\$ 189,951,805	20%	37,990,361	Incentives and mance Incentiv
	% of I	မ		θ	θ		θ	% of	θ		φ	mance Perfor
Description	Financial Incentive based on % of Net Benefits	EWR Investments	Utility Cost Test Score	NPV of Benefits	Net Benefits*	Financial Incentive %	Financial Incentive	Financial Incentive based on % of Investments	EWR Investments**	Financial Incentive %	Financial Incentive	*Net benefits exclude Performance Incentives and Low Income Benefits and Costs **EWR Investment excludes Performance Incentives but includes Low Income Benefits and Costs
Line No.		~	2	с	4	2	9		7	ω	0	

ATTACHMENT B

Consume	Consumers Energy Company						Exhi	Exhibit No.: A-9 (SMG-1)
Electric E	Electric Energy Waste Reduction Surcharge Incentive Component							Witness: SMGeller
Calculate	Calculated Without Interest and Collected over 12 Months							Date: May 2024
	(a)	(q)	(c)		(p)	(e)		(f)
		Low-Income				Customer Group		Monthly Electric EWR
		Cost	Proration		Surcharge	Surcharge Annual		Surcharge
Line	Description	Responsibility ⁽¹⁾	Factor ⁽²⁾	0	Obligation ⁽³⁾	Determinants ⁽⁴⁾	Ince	Incentive Component
		(\$)			(\$)	(kWh or Cust.) ⁽⁵⁾	(per	(per kWh or Cust.) ⁽⁵⁾
~	Residential	\$5,231,559	0.2564	Ь	9,471,073	12,593,287,443	ŝ	0.000752
2	Business Tier 1 (0 to 2,000 kWh per month)	1,499,464	0.0735	θ	2,714,589	2,043,679	ŝ	1.33
ო	Business Tier 2 (2,001 to 5,000 kWh per month)	1,577,472	0.0773	Ф	2,855,813	303,278	ŝ	9.42
4	Business Tier 3 (5,001 to 10,000 kWh per month)	1,650,079	0.0809	\$	2,987,258	145,536	\$	20.53
5	Business Tier 4 (10,001 to 30,000 kWh per month)	3,132,584	0.1536	θ	5,671,145	115,732	s	49.00
9	Business Tier 5 (30,001 to 50,000 kWh per month)	1,643,775	0.0806	θ	2,975,846	24,091	ŝ	123.53
7	Business Tier 6 (50,001 to 75,000 kWh per month)	1,185,670	0.0581	Ф	2,146,505	11,071	\$	193.89
8	Business Tier 7 (75,001 to 100,000 kWh per month)	809,828	0.0397	θ	1,466,091	5,311	ŝ	276.06
6	Business Tier 8 (100,001 to 150,000 kWh per month)	993,424	0.0487	Ф	1,798,468	5,572	\$	322.74
10	Business Tier 9 (150,001 to 250,000 kWh per month)	1,005,637	0.0493	θ	1,820,578	4,857	ŝ	374.86
11	Business Tier 10 (above 250,000 kWh per month)	1,671,535	0.0819	Ь	3,026,102	7,355	\$	411.44
12	Total	\$20,401,027	1.0000	\$	36,933,467 ⁽⁶⁾			

Case No. U-21321, WP-LMC-4, Year 2023
Proration factor developed per customer group share (col. b, lines 1-11) of total (col. b, line 12).
Provation factor developed per customer group share (col. c, lines 1-11) of total obligation (col. d, line 12).
Customer group surcharge obligation based on customer group share (col. c, lines 1-11) of total obligation (col. d, line 12).
Case No. U-21321 WP-LMC-6, WP-LMC-7, WP-LMC-8 for year of implementation
Residential group surcharge on a \$/kWh basis, while C&l customer surcharge on a \$/customer meter basis.
Nercharge incentive of \$37,990,361 per Case No. U-21557 Exhibit A-15 (SL-3), pg 2

Case No. U-21557 Attachment B to Settlement Agreement Page 1 of 2

Case No.: U-21557

MICHIGAN PUBLIC SERVICE COMMISSION Consumers Energy Company

Case No. U-21557 Attachment B to Settlement Agreement Page 2 of 2

MICHIGAN PUBLIC SERVICE COMMISSION Consumers Energy Company

Witness: SMGeller Date: May 2024 Exhibit No.: A-10 (SMG-2) Page: 1 of 1

Case No.: U-21557

Gas Energy Waste Reduction Surcharge Incentive Component Calculated Without Interest and Collected over 12 Months

(f) Monthly Gas EWR	Surcharge ncentive Component (per Mcf)	0.0717 0.1043 0.0049
	Ē	აა აა აა
(e) Customer Group	Surcharge Annual <u>Determinants ⁽⁴⁾</u> (Mcf)	158,821,747 87,953,221 38,676,802
(d)	Surcharge <u>Obligation ⁽³⁾</u> (\$)	11,393,158 9,174,706 190,106 20,757,969 ⁽⁵⁾
		မာ မာ မာ
(c)	Proration <u>Factor ⁽²⁾</u>	0.5489 0.4420 <u>0.0092</u> 1.0000
(b) Low-Income	Cost <u>Responsibility ⁽¹⁾</u> (\$)	\$14,551,640 11,718,175 242,808 \$26,512,623
(a)	Description	Residential Small C&I (< 100,000 Mcf) Large C&I (> 100,000 Mcf) Total
	Line	- 0 0 4

Case No. U-21321, WP-LMC-4, Year 2023
Proration factor developed per customer group share (col. b, lines 1-3) of total (col. b, line 4).
Customer group surcharge obligation based on customer group share (col. c, lines 1-3) of total obligation (col. d, line 4).
Case No. U-21321 WP-LMC-13 for year of implementation
Surcharge incentive of \$19,822,261 per Exhibit A-21 (TTT-4) plus 2019 Under-Recovery of \$935,708 per Exhibit A-15 (SL-3), pg 3

ATTACHMENT C

M.P.S.C. No. 14 - Electric

Consumers Energy Company

Case No.: U-21557 Exhibit No.: A-11 (SMG-3) Page: 1 of 1 Witness: SMGeller Date: May 2024

Sheet No. D-2.10

	SURCHARGES	
<u>Rate Schedule</u> Residential Rates	Energy Efficiency Program Surcharge (Case No. U- <u>21321</u> <u>21557</u>) Effective beginning the <u>March 2024</u> <u>January 2025</u> <u>Billing Month⁽¹⁾⁽⁶⁾</u> \$ <u>0.004527</u> <u>0.004529</u> /kWh	Energy Efficiency Self-Directed Customer Surcharge (Case No. U-21321) Effective beginning the March 2024 <u>Billing Month (6)(7)</u> NA
Non-Residential Rates (2)		
Tier 1: 0 – 2,000 kWh/mo.	\$ <u>7.89</u> <u>7.82</u> /billing meter	\$ 1.06 /month
Tier 2: 2,001 – 5,000 kWh/mo.	57.52 57.72/billing meter	7.77 /month
Tier 3: 5,001 – 10,000 kWh/mo.	124.91 125.14/billing meter	16.87 /month
Tier 4: 10,001 – 30,000 kWh/mo.	299.05 299.95/billing meter	40.41 /month
Tier 5: 30,001 – 50,000 kWh/mo.	<u></u>	103.62 /month
Tier 6: 50,001 – 75,000 kWh/mo.	-1220.61 1240.82/billing meter	165.88 /month
Tier 7: 75,0001 – 100,000 kWh/mo.	1757.05 1794.32/billing meter	239.29 /month
Tier 8: 100,001 – 150,000 kWh/mo.	-2086.89 2145.02/billing meter	285.06 /month
Tier 9: 150,001 – 250,000 kWh/mo.	-2421.28 2487.66/billing meter	330.68 /month
Tier 10: >250,000 kWh/mo.	-2661.88 2736.73/billing meter	373.01 /month
Rate GSG-2 ⁽⁴⁾	NA	NA
Rate GML $^{(3)}(5)$	NA	NA
Rate GUL ^{(3) (5)}	\$ 0.27/fixture per month ⁽³⁾	NA
Rate GU-LED	NA	NA
Rate GU	NA	NA
Rate PA	NA	NA
Rate ROA-R, ROA-S, ROA-P	Same as Full Service	Same as Full Service
	Delivery Rate Schedule	Delivery Rate Schedule

The customer's consumption will be reviewed annually in the January bill month. Following the annual review, the customer may be subsequently moved to the Surcharge level for their applicable rate for the next billing period based on the customer's average consumption for the previous year. In situations where no historical consumption is available, the monthly Surcharge level will be based on the lowest consumption category for the secondary rate schedules, or the lowest consumption category for primary rate schedules. No retroactive adjustment will be made due to the application of the Energy Efficiency Program Surcharge associated with the increases or decreases in consumption.

(1) This is subject to all general terms and conditions as shown in Rule C12, Energy Efficiency. The Energy Efficiency Program Surcharge amount may vary during specific months as authorized by the Michigan Public Service Commission. The Company will file a new tariff sheet to reflect any change in surcharges once the financial incentive recovery period has been completed.

⁽²⁾ Non-Residential Rates include GS, GSTU, GSD, GP, GPTU, GPD, EIP, LTILRR and LED.

⁽³⁾ Company-Owned lighting fixture customers served on General Service Unmetered Lighting Rate GUL shall pay this surcharge. Rate codes 1455 and 1460 will not be charged this surcharge.

(4) Additional Rate Schedules can opt-in to the Energy Efficiency Program as described in Rule C12., Energy Efficiency.

⁽⁵⁾ Lighting rates that choose to opt-in to the Energy Efficiency Program shall be assessed \$0.27 per fixture per month.

⁽⁶⁾ This charge will be shown on the monthly utility bill using the methodology as described in Rule C12, Energy Efficiency.

⁽⁷⁾ An eligible customer who files and implements a self-directed plan in compliance with Rule C12 is required to pay the Energy Efficiency Self-Directed Program Surcharge.

Issued XXXXXX XX, 2024 by Garrick J. Rochow, President and Chief Executive Officer, Jackson, Michigan Effective for bills rendered on and after the Company's January 2025 Billing Month

Issued under authority of the Michigan Public Service Commission dated XXXXXX XX, 2024 in Case No. U-21557 MICHIGAN PUBLIC SERVICE COMMISSION Consumers Energy Company Case No. U-21557 Attachment C to Settlement Agreement Page 2 of 2 Case No.: U-21557 Exhibit No.: A-12 (SMG-4) Page: 1 of 1 Witness: SMGeller Date: May 2024

Sheet No. D-2.00

M.P.S.C. No. 3 - Gas Consumers Energy Company

SURCHARGES

Each Rate Schedule may be subject to Rule No. C8., Customer Attachment Program.

Rate Schedule	Energy Efficiency ⁽¹⁾ Program Surcharge (Case No. U- 21321 <u>21557</u>) Effective beginning the <u>March 2024</u> <u>January 2025</u> <u>Billing Month ^{(2) (3)}</u>
Rate A	\$ 0.3359
Rate A-1	0.3359 <u>0.3532</u> /Mcf
Rate GS-1	0.6638 <u>0.6802</u> /Mcf
Rate GS-2	0.6638 <u>0.6802</u> /Mcf
Rate GS-3	
0 – 100,000 / Year	0.6638 <u>0.6802</u> /Mcf
> 100,000 / Year	0.0318 0.0338/Mcf
Rate GL	NA
Rate ST	
0 – 100,000 / Year	0.6638 <u>0.6802</u> /Mcf
> 100,000 / Year	0.0318 0.0338/Mcf
Rate LT	
0 – 100,000 / Year	0.6638 <u>0.6802</u> /Mcf
> 100,000 / Year	0.0318 <u>0.0338</u> Mcf
Rate XLT	
0 – 100,000 / Year	0.6638 <u>0.6802</u> /Mcf
> 100,000 / Year	0.0318 <u>0.0338</u> Mcf
Rate XXLT	
0 – 100,000 / Year	NA
> 100,000 / Year	0.0318 <u>0.0338</u> /Mcf
Rate CC	Per applicable distribution Rate Schedule

(1) All surcharges shall be applied on a monthly basis. The customer's consumption will be reviewed annually in the January bill month. Following the annual review, the customer may be subsequently moved to the surcharge level for their applicable rate for the next billing period based on the customer's average consumption for the previous year. No retroactive adjustment will be made due to the application of EE surcharges associated with increases or decreases in consumption.

(2) An Energy Efficiency Program Surcharge amount may vary during specific months as authorized by the Michigan Public Service Commission. The Company will file a new tariff sheet to reflect any change in surcharges once the financial incentive recovery period has been completed.

(3) The Energy Efficiency Program Surcharge for each rate will be shown as above on the monthly utility bill under Other Surcharges for all customers.

Issued XXXXXX XX, 2024 by Garrick J. Rochow, President and Chief Executive Officer, Jackson, Michigan Effective for bills rendered on and after the Company's January 2025 Billing Month

Issued under authority of the Michigan Public Service Commission dated XXXXXX XX, 2024 in Case No. U-21557

ATTACHMENT D

MICHIGAN PUBLIC SERVICE COMMISSION

Consumers Energy Company SURCHARGE BREAKDOWN

Case No. U-21557 Attachment D to Settlement Agreement

Page 1 of 1

			(a)	(b)	(c)
				2023	2025
			EWR Plan	Performance	Monthly
	Description	Units	Component ⁽¹⁾	Incentive (2)	Surcharges
	Electric Service (Consumers Plan)				
1	Residential	\$/kWh	\$ 0.003777	\$ 0.000752	\$ 0.004529
2	Business Tier 1 (0 to 2,000 kWh per month)	\$/billing meter	6.49	1.33	7.82
3	Business Tier 2 (2,001 to 5,000 kWh per month)	\$/billing meter	48.30	9.42	57.72
4	Business Tier 3 (5,001 to 10,000 kWh per month)	\$/billing meter	104.61	20.53	125.14
5	Business Tier 4 (10,001 to 30,000 kWh per month)	\$/billing meter	250.95	49.00	299.95
6	Business Tier 5 (30,001 to 50,000 kWh per month)	\$/billing meter	648.69	123.53	772.22
7	Business Tier 6 (50,001 to 75,000 kWh per month)	\$/billing meter	1,046.93	193.89	1,240.82
8	Business Tier 7 (75,001 to 100,000 kWh per month)	\$/billing meter	1,518.26	276.06	1,794.32
9	Business Tier 8 (100,001 to 150,000 kWh per month)	\$/billing meter	1,822.28	322.74	2,145.02
10	Business Tier 9 (150,001 to 250,000 kWh per month)	\$/billing meter	2,112.80	374.86	2,487.66
11	Business Tier 10 (above 250,000 kWh per month)	\$/billing meter	2,325.29	411.44	2,736.73
12	Lighting	\$/fixture	0.27	-	0.27
	Electric Service (Self-Direct Plan)				
13	Business Tier 1 (0 to 2,000 kWh per month)	\$/billing meter	1.06	-	1.06
14	Business Tier 2 (2,001 to 5,000 kWh per month)	\$/billing meter	7.77	-	7.77
15	Business Tier 3 (5,001 to 10,000 kWh per month)	\$/billing meter	16.87	-	16.87
16	Business Tier 4 (10,001 to 30,000 kWh per month)	\$/billing meter	40.41	-	40.41
17	Business Tier 5 (30,001 to 50,000 kWh per month)	\$/billing meter	103.62	-	103.62
18	Business Tier 6 (50,001 to 75,000 kWh per month)	\$/billing meter	165.88	-	165.88
19	Business Tier 7 (75,001 to 100,000 kWh per month)	\$/billing meter	239.29	-	239.29
20	Business Tier 8 (100,001 to 150,000 kWh per month)	\$/billing meter	285.06	-	285.06
21	Business Tier 9 (150,001 to 250,000 kWh per month)	\$/billing meter	330.68	-	330.68
22	Business Tier 10 (above 250,000 kWh per month)	\$/billing meter	373.01	-	373.01
22	Gas Service (Consumers Plan)	¢/\	0.0045	0.0717	0.0500
23	Residential	\$/Mcf	0.2815	0.0717	0.3532
24 25	Small Business (0 to 100,000 Mcf per year)	\$/Mcf	0.5759	0.1043	0.6802
25	Large Business (above 100,000 Mcf per year)	\$/Mcf	0.0289	0.0049	0.0338
26	Large Transportation Opt-Out (above 100,000 Mcf per year)	\$/Mcf	0.0132	-	0.0132

(1) As proposed in Case No. U-21321 settlement, March 2024 implementation

(2) As proposed in Case No. U-21577, January 2025 implementation

PROOF OF SERVICE

STATE OF MICHIGAN)

Case No. U-21557

County of Ingham

)

Brianna Brown being duly sworn, deposes and says that on November 21, 2024 A.D. she

electronically notified the attached list of this Commission Order via e-mail transmission,

to the persons as shown on the attached service list (Listserv Distribution List).

Brianna

Subscribed and sworn to before me this 21st day of November 2024.

Angela P. Sanderson Notary Public, Shiawassee County, Michigan As acting in Eaton County My Commission Expires: May 21, 2030

Service List for Case: U-21557

Name	On Behalf Of	Email Address
Alena M. Clark	MPSC Staff	clarka55@michigan.gov
Anne M. Uitvlugt	Consumers Energy Company	anne.uitvlugt@cmsenergy.com
Consumers Energy Company	Consumers Energy Company	mpsc.filings@cmsenergy.com
(1 of 2)		
Consumers Energy Company	Consumers Energy Company	kelly.hall@cmsenergy.com
(2 of 2)		
Gary A. Gensch Jr.	Consumers Energy Company	gary.genschjr@cmsenergy.com
Heather M.S. Durian	MPSC Staff	durianh@michigan.gov
Jonathan F. Thoits	ALJs - MPSC	thoitsj@michigan.gov

GEMOTION DISTRIBUTION SERVICE LIST

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Abraham, Katie - MMEA **AEP Energy** Alger Delta Cooperative Alpena Power American Transmission Company American Transmission Company **Bay City Electric Light & Power Bishop Energy** Brauker, Linda bp Energy Retail Company, LLC **Calpine Energy Solutions** Chappelle, Laura **Cherryland Electric Cooperative Citizens Gas Fuel Company City of Crystal Falls** City of Escanaba **City of Gladstone** City of Marshall **City of Portland** Cloverland Cloverland **CMS Energy Consumers Energy Company Constellation Energy** Constellation Energy **Constellation New Energy Dickinson Wright Dillon Power, LLC Direct Energy Direct Energy Direct Energy** DTE Energy DTE Energy DTE Energy Eligo Energy MI, LLC **Energy Harbor** Energy International Power Marketing d/b/a PowerOne **Energy Michigan** ENGIE Gas & Power f/k/a Plymouth Energy

GEMOTION DISTRIBUTION SERVICE LIST

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Felice, Lisa **First Energy** Forner, Phil **Great Lakes Energy Great Lakes Energy Cooperative Great Lakes Energy Cooperative** Gustafson, Lisa Hillsdale Board of Public Utilities HomeWorks Tri-County Electric Cooperative HomeWorks Tri-County Electric Cooperative Indiana Michigan Power Company **Integrys Group** Interstate Gas Supply Inc **ITC Holdings ITC Holdings ITC Holdings Just Energy Solutions** Krichel, Thomas Liberty Power Lowell S. Lundgren, Timothy Marquette Board of Light & Power MEGA MEGA Michigan Gas & Electric Michigan Gas Utilities Corporation Michigan Gas Utilities/Upper Penn Power/Wisconsin Michigan Public Power Agency MidAmerican Energy Services, LLC MidAmerican Energy Services, LLC MidAmerican Energy Services, LLC **Midwest Energy Cooperative** Midwest Energy Cooperative Midwest Energy Cooperative Midwest Energy Cooperative Midwest Energy Cooperative Motley, Doug My Choice Energy Nordic Energy Services, LLC Northern States Power **Ontonagon County Rural Elec** Pauley, Marc Peck, Matthew

GEMOTION DISTRIBUTION SERVICE LIST

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Premier Energy Marketing LLC Presque Isle Electric & Gas Cooperative, INC Presque Isle Electric & Gas Cooperative, INC Realgy Corp. **Realgy Energy Services** Santana Energy Santana Energy Spartan Renewable Energy, Inc. (Wolverine Power Marketing Corp) Stephenson Utilities Department Superior Energy Company Texas Retail Energy, LLC **Thumb Electric Cooperative** Upper Michigan Energy Resources Corporation Upper Michigan Energy Resources Corporation Upper Peninsula Power Company **Upper Peninsula Power Company** Village of Baraga Village of Clinton **Volunteer Energy Services** Wabash Valley Power Wolverine Power Wood, Amanda **Xcel Energy Xcel Energy**