



House Energy Committee February 24, 2021

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Who is the Michigan Municipal Electric Association (MMEA)?

- Trade group for Michigan's 40 municipally owned electric utilities
- Approx. 2GW or 10% of load
- Diverse in customer size:

Daggett < 200

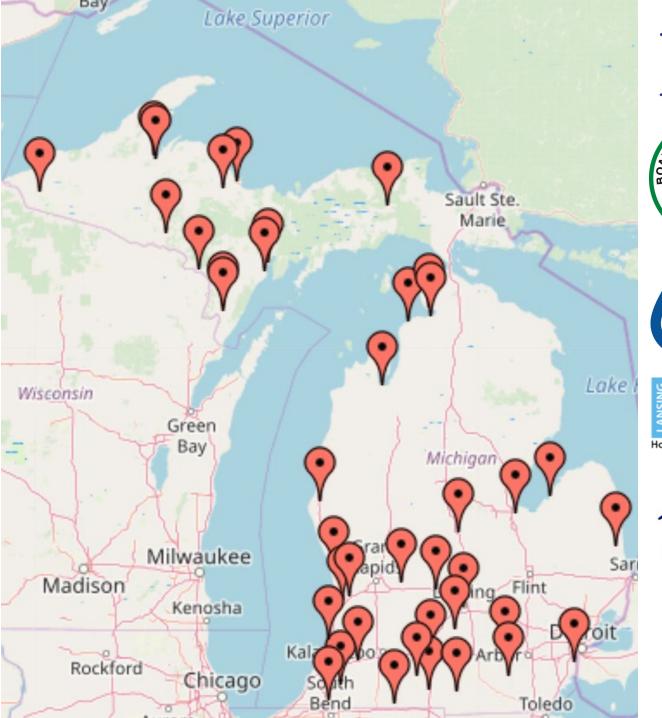
Lansing Board of Water & Light ≈ 100,000

- Total over 300,000 customers
- Non-profit, community owned & operated













Holland Board of Public Works





































LIGHT & POWER

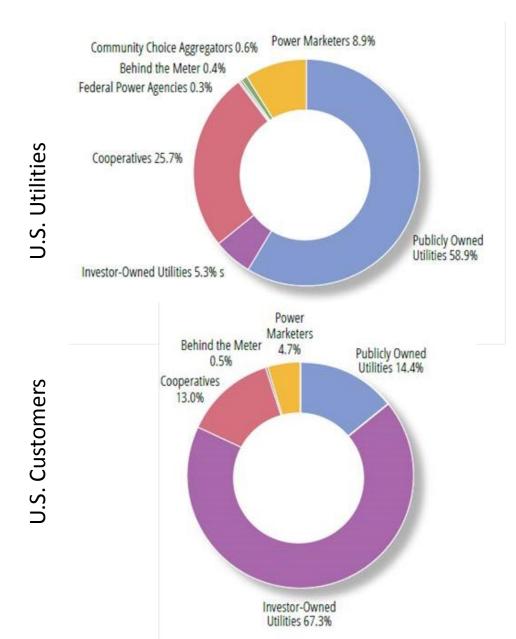


Public Power – United States

 Approximately 2,000 Public Power Entities in the United States

 Represent roughly 60% of Electric Utilities and 15% of the customers in United States

 Majority are Members of roughly 80 Power Supply consortiums (largely Joint Action)



Joint Action Agency

Joint Action Agencies (JAA) formed -1970s

- Enabling Legislation 1976 (Act 448)
- Consortiums to invest in power projects
- JAA Finance, Own or Contract Members take % share

Share resources and expertise

Lower costs and diversify risk



Governance

- MI Constitution 1963 Art. VII, Sec.24 "... Any city or village may acquire, own or operate, within or without its corporate limits, public service facilities for supplying water, light, heat, power, ..."
- Not regulated by the MPSC
- Regulated directly by the city & customers served



Rates & Reliability

- Municipal utilities have competitive rates
- Compact service territory
- Community owned & operated
- Not-for-profit structure keeps rates in check



Environmental Stewardship

- Meet state standards for Renewable Energy & Energy Efficiency
- Committed to State Clean Energy Goal of 35% by 2025
- Carbon neutrality by 2050
- Going above & beyond
- On-bill financing



Mutual Aid

- Well-developed process
- Coordinators located throughout state
- Strong partnership with Rural Electric Cooperatives
- MOUs with DTE, CMS, UPPCO



Take Away

MMEA members are Not-for-Profit Load Serving Entities with an obligation to provide customers with community owned, reliable, affordable, and environmentally-friendly electricity

