STATE OF MICHIGAN

BEFORE THE MICHIGAN PUBLIC SERVICE COMMISSION

In the matter, on the Commission's own motion, regarding the regulatory reviews, revisions, determinations, and/or approvals necessary for Case No. U-16635 TRAVERSE CITY LIGHT & POWER to fully comply with Public Act 295 of 2008

SUBMITTAL OF RENEWABLE ENERGY ANNUAL REPORT

In accordance with the Michigan Public Service Commission's Order issued April 12, 2018, Traverse City Light & Power hereby submits the attached Renewable Energy Annual Report for 2017.

Respectfully submitted,

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Renewable Energy Annual Report

Revised May 2018

Electric Provider: Traverse City Light & Power

Reporting Period: Calendar Year 2017

- Section 51(1) of 2008 PA 295, as amended by 2016 PA 342, requires the filing of this document with the Michigan Public Service Commission.
- Many of the requested figures are available from MIRECS reports; names of which are noted
 within this template. If your figures agree with those within MIRECS, you may submit the
 MIRECS report as an attachment to this annual report. If your figures differ from those within
 MIRECS, please explain any discrepancies. Staff from the MPSC and MIRECS Administrator, APX,
 Inc., are available to help reconcile.
- The purpose of this annual report is to provide information regarding activities that occurred within calendar year 2017, not simply activity regarding energy credits with the vintage of 2017.

Section 51(1).

Within this section, list and describe actions taken by the electric provider to comply with the renewable energy standards.

a. Filings to the Commission (case numbers)

U-16635

b. Summary of actions taken during reporting period

As in previous years, Traverse City obtained their required energy credits from the Landfill Gas Project (Granger and North American Natural Resources (NANR)) Projects and from their Stoney Corners Wind Farm Project. The 2016 Annual Report was submitted on June 30th, 2017 and subsequently approved by the MPSC.

Section 51(2)(a).

Within this section, list the number of energy credits obtained and, if bundled credits, the MWh of electricity generated or otherwise acquired during the reporting period, including those credits transferred from ones wholesale electric supplier. This data may be found in the MIRECS report titled: My Credit Transfers using the transfer tabs indicated below and filtering the report by date (only activity occurring in 2017).

Credits From	Renewable Energy	Incentive Credits	MWh Electricity
	Credits		Generated/Acquired
Generated	-	-	-
(Intra-Account Transfer,			
only "Issued" in the			
Action column)			
Purchased	2017 Vintage: 6,920	2017 Vintage: 0	2017: 6,920
(Inter-Account Transfer,	2016 Vintage: 23,728	2016 Vintage: 867	2016: 23,728
only "Confirm" or			
"Forward Transfer" in			
the Action column)			
Total Credits	30,648	867	30,648

[&]quot;Issued" within the Action column refers to an account holder accepting the generation data after which energy credits are created. "Confirm" within the Action column refers to both the transferee and transferor agreeing to the non-recurring transfer. "Forward Transfer" within the Action column indicates a recurring transfer of which subsequent transfers of credits do not need to be accepted by both parties.

Explain any differences between the data provided and MIRECS reports.

MIRECS 2017 Compliance sub-account reports shows 2017 REC requirement fulfillment, the table above from Section 51(2)(a) shows only activity that occurred in 2017, which only included the 2016 vintage RECs with "Confirm" or "Forward Transfer" within the Action column of the Inter-Account Transfer section of the My Credit Transfers MIRECS page. Traverse City fulfilled the 2017 Compliance requirement through a REC transfer that occurred in June 2018.

Within this section, list the type of and number of energy credits sold, traded or otherwise transferred during the reporting period.

	Renewable Energy Credits	Incentive Credits
Sold, traded or	-	-
otherwise transferred		
Expired	-	-
(not in compliance		
sub-account)		

This data may be found in MIRECS reports titled: My Sub-Accounts (filtered by Michigan eligibility and its end date) and My Credit Transfers.

Section 51(2)(b).

Within this section, list the number of advanced cleaner energy credits obtained and, if bundled, the MWh of advanced cleaner energy generated or otherwise acquired during this reporting period. This data may be found in the MIRECS report titled: My Credit Transfer using the transfer tabs indicated below and filtering the report by date (only activity occurring in 2017).

	Advanced Cleaner Energy Credits	MWh Electricity
		Generated/Acquired
Generated	-	-
(Intra-Account Transfer, only		
"Issued" in the Action column)		
Purchased	-	-
(Inter-Account Transfer, only		
"Confirm" or "Forward Transfer"		
in the Action column)		
Total Credits acquired	-	-

Section 51(2)(c).

Within this section, list each renewable energy system (RES) and advanced cleaner energy system (ACES) owned, operated or controlled by the electric provider. List the capacity of each system, the amount of electricity generated by each system and the percentage of electricity which was generated from renewable energy (RE) or advanced cleaner energy (ACE).

System Name1	System Type (RES or ACES)	Nameplate Capacity (MW)	Electricity Generated (MWh)	% of Electricity generated by RE/ACE
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-

¹System name should agree with the project name listed within MIRECS. This data may be found in the Project Management module within MIRECS.

Within this section, list the renewable energy system (RES) and advanced cleaner energy systems (ACES) the electric provider is purchasing energy credits from. These include purchase power agreements. However, unbundled (credit only) purchases do not need to be listed here. Projects (generators) serving multijurisdictional electric providers should be listed here.

System Name	System Type	Electricity	Energy Credits	Allocation Factor
	(RES or ACES)	Purchased (MWh)	Purchased1	and Method
Landfill Gas	RES	8,476	8,476 RECs	Percentage –
Project – Granger			591 iRECs	8.13%
Landfill Gas	RES	1,439	1,440 RECS	Percentage –
Project - NANR			133 iRECs	8.13%
Stoney Corners	RES	24,939	24,939 RECs	Percentage –
Wind Farm				100%
M-72 Solar	RES	118	118 RECs	Percentage –
			236 iRECs	100%

Differences between MWh and Energy Credit values due to credit rounding

1Distinguish between different types of credits (REC or ACEC).

Allocation Factor and Method: For use if 100% of system output is not purchased. For instance, a system selling to multiple parties: list how the energy and credits are allocated – if by percentage, list the percentage as well.

Allocation Factor and Method: If used by multijurisdictional electric providers please include which percentage of energy and credits are to be distributed to Michigan (list allocation method as well, for example: system load).

Section 51(2)(d).

Within this section, list whether, during the reporting period, the electric provider entered into a contract for, began construction on, continued construction of, acquired, or placed into operation a renewable energy (RE) system or advanced cleaner energy (ACE) system.

System Name1	(techn	ource ology, ACE)	Nameplate Capacity (MW)	Construction start date or acquisition date	Commercial operation date	Owned by electric provider?
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-

¹System name should agree with the project name listed within MIRECS. Dates may be forecast.

Section 51(2)(e).

Within this section, list the expenditures incurred during the reporting period to comply with the renewable energy standards or the forecasted expenditures for the remaining plan period. Also, electric providers with an approved or planned renewable energy surcharge (as per Section 45), list the incremental cost of compliance (ICC) incurred during the reporting period.

Total Costs to Comply with Renewable Energy Standard in 2017
-

Forecast of total expenditures for the remaining plan period of 2018-2029	
-	

Total Expenditures: ICC + Transfer Cost

Total Transfer Cost for 2017 (if any)

Transfer Cost: The component of renewable energy and capacity revenue recovered from PSCR clause.

Total ICC for 2017	
-	

Note: City chose to use Cost of RECs method to calculate the ICC

Forecast of the ICC for the remaining plan period (2018-2029)	Monthly residential surcharge (\$3 or less)
_	-

Capital Expenditures for 2017 (if any)
-

Capital Expenditure: An investment in a renewable energy capital asset.

Section 51(2)(f).

Compliance: List the energy credits used for compliance for the 2017 compliance year. This number should agree with the compliance requirement listed in the 2017 compliance subaccount in MIRECS. Take into account any energy optimization or advanced cleaner energy credit substitutions and limits on their use.

Required: 32,297

Used for 2017 Compliance: 32,297

Does the "energy credits used for compliance for the 2017 compliance year" figure above include any credits representing energy generated within 120 days after the start of the next calendar year? Yes/No.

No

If yes, how many credits from 2018 generation are included?

N/A