STATE OF MICHIGAN

BEFORE THE MICHIGAN PUBLIC SERVICE COMMISSION

* * * * *

)

)

)

)

In the matter, on the Commission's own motion, to commence a collaborative to consider issues related to mutual aid agreements and transmission contingency planning.

Case No. U-20631

At the September 11, 2019 meeting of the Michigan Public Service Commission in Lansing, Michigan.

> PRESENT: Hon. Sally A. Talberg, Chairman Hon. Daniel C. Scripps, Commissioner Hon. Tremaine L. Phillips, Commissioner

ORDER OPENING DOCKET

On February 7, 2019, the Commission issued an order in Case No. U-20464 (February 7 order) in response to a request from Governor Gretchen Whitmer for the Commission to review the state's energy supply and preparedness for emergency situations, following a series of energy events that happened during Michigan's January 29 through February 1, 2019 cold weather emergency. In the July 2, 2019 order in that docket (July 2 order), the Commission noted that the initial Michigan Statewide Energy Assessment (SEA) report was timely provided to the Governor on July 1, 2019,¹ in accordance with her request. In the July 2 order, the Commission also invited interested persons to comment on the initial SEA report, which was developed with the

¹ On July 1, 2019, a copy of the initial SEA report was filed in Case No. U-20464, filing #U-20464-0031.

Commission Staff's (Staff) assistance as well as input from affected industries and other stakeholders.

Today, following the Commission's review and consideration of numerous comments from interested persons, the Commission issued a third order in Case No. U-20464 (September 11 order) stating that the final SEA report was timely provided to the Governor and is available in that docket. The September 11 order includes details from the final SEA report and discusses any comments that resulted in a change to the initial SEA report. The September 11 order also sets forth those jurisdictional recommendations indicated in the final SEA report that the Commission finds should be addressed immediately and those that can be addressed at a later time given prioritization of the resulting workload.

In this regard, and stemming from the September 11 order, the Commission is opening this docket to direct the Staff to establish a collaborative group consisting of Staff experts, representatives from Consumers Energy Company, DTE Energy Company, Michigan Electric and Gas Association member utilities, and other natural gas distribution and transmission companies, and other interested stakeholders, to review and discuss the development of mutual aid agreements to have in place for all natural gas distribution utilities, and how best to facilitate the development of gas transmission contingency planning.² In the final SEA report, the Commission notes that mutual assistance agreements for natural gas utilities, similar to those in use by electric utilities, could result in improvements to safely restore natural gas service as expeditiously as possible. Due to the differing effects on downstream customers, the Commission finds that these topics should be divided into separate distribution and transmission phases. The focus of the distribution

² See, final SEA report, 9.3.1.2 Compiled Recommendations and Observations for Mitigating Risks, Natural Gas Recommendation G-8, p. 200.

collaborative group shall be to review and study existing gas distribution mutual aid agreements, determine if all natural gas utilities are adequately prepared with existing agreements, discuss the possibility of agreements for Michigan utilities, address issues with employee qualifications, and develop recommendations for the Commission's consideration. The focus of the gas transmission collaborative group shall be to review and study existing natural gas transmission contingency planning, determine if all natural gas pipeline operators are adequately prepared to deal with outages in the transmission system, discuss the need for policy and/or agreements between natural gas pipeline operators, and develop recommendations for the Commission for the Commission's consideration. The collaboratives shall also review and discuss issues related to small versus large operators, and whether utility tariffs should be revised. The Commission directs the Staff to file a report in this docket of the results of the distribution collaborative no later than March 31, 2020, and a report of the results of the transmission collaborative no later than March 31, 2021.

THEREFORE, IT IS ORDERED that:

A. The Commission Staff shall form a collaborative group that includes representatives from Consumers Energy Company, DTE Energy Company, Michigan Electric and Gas Association member utilities, other natural gas distribution and transmission companies, and other interested stakeholders to review and discuss the development of mutual aid agreements and how to facilitate the development of transmission contingency planning, as described in this order.

B. The Commission Staff shall file in this docket a report of findings and recommendations resulting from the distribution collaborative no later than March 31, 2020, and a report of findings and recommendations resulting from the transmission collaborative no later than March 31, 2021.

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

MICHIGAN PUBLIC SERVICE COMMISSION

Sally A. Talberg, Chairman

Daniel C. Scripps, Commissioner

Tremaine L. Phillips, Commissioner

By its action of September 11, 2019.

Lisa Felice, Executive Secretary

PROOF OF SERVICE

STATE OF MICHIGAN)

Case No. U-20631

County of Ingham

)

Brianna Brown being duly sworn, deposes and says that on September 11, 2019 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 11th day of September 2019.

Angela P. Sanderson Notary Public, Shiawassee County, Michigan As acting in Eaton County My Commission Expires: May 21, 2024

GEMOTION DISTRIBUTION SERVICE LIST

Energy Michigan

ITC

kadarkwa@itctransco.com tjlundgren@varnumlaw.com lachappelle@varnumlaw.com awallin@cloverland.com bmalaski@cloverland.com mheise@cloverland.com vobmgr@UP.NET braukerL@MICHIGAN.GOV info@VILLAGEOFCLINTON.ORG jgraham@HOMEWORKS.ORG mkappler@HOMEWORKS.ORG psimmer@HOMEWORKS.ORG fruchevb@DTEENERGY.COM mpscfilings@CMSENERGY.COM jim.vansickle@SEMCOENERGY.COM kay8643990@YAHOO.COM christine.kane@we-energies.com jlarsen@uppco.com dave.allen@TEAMMIDWEST.COM bob.hance@teammidwest.com tharrell@ALGERDELTA.COM tonya@CECELEC.COM bscott@GLENERGY.COM sculver@glenergy.com kmarklein@STEPHENSON-MI.COM debbie@ONTOREA.COM ddemaestri@PIEG.COM dbraun@TECMI.COOP rbishop@BISHOPENERGY.COM mkuchera@AEPENERGY.COM todd.mortimer@CMSENERGY.COM jkeegan@justenergy.com david.fein@CONSTELLATION.COM kate.stanley@CONSTELLATION.COM kate.fleche@CONSTELLATION.COM mpscfilings@DTEENERGY.COM bgorman@FIRSTENERGYCORP.COM rarchiba@FOSTEROIL.COM greg.bass@calpinesolutions.com rabaey@SES4ENERGY.COM cborr@WPSCI.COM cityelectric@ESCANABA.ORG crystalfallsmgr@HOTMAIL.COM felicel@MICHIGAN.GOV mmann@USGANDE.COM mpolega@GLADSTONEMI.COM

Energy Michigan Cloverland Cloverland Cloverland Village of Baraga Linda Brauker Village of Clinton **Tri-County Electric Co-Op Tri-County Electric Co-Op Tri-County Electric Co-Op** Citizens Gas Fuel Company **Consumers Energy Company** SEMCO Energy Gas Company Superior Energy Company WEC Energy Group **Upper Peninsula Power Company** Midwest Energy Coop Midwest Energy Coop Alger Delta Cooperative **Cherryland Electric Cooperative Great Lakes Energy Cooperative Great Lakes Energy Cooperative** Stephenson Utilities Department **Ontonagon County Rural Elec** Presque Isle Electric & Gas Cooperative, INC **Thumb Electric Bishop Energy AEP Energy** CMS Energy **Just Energy Solutions Constellation Energy Constellation Energy** Constellation New Energy DTE Energy First Energy My Choice Energy **Calpine Energy Solutions** Santana Energy Spartan Renewable Energy, Inc. (Wolverine Power Marketing Corp) City of Escanaba **City of Crystal Falls** Lisa Felice Michigan Gas & Electric City of Gladstone

GEMOTION DISTRIBUTION SERVICE LIST

rlferguson@INTEGRYSGROUP.COM Irgustafson@CMSENERGY.COM daustin@IGSENERGY.COM krichel@DLIB.INFO cityelectric@BAYCITYMI.ORG Stephen.serkaian@lbwl.com jreynolds@MBLP.ORG bschlansker@PREMIERENERGYLLC.COM ttarkiewicz@CITYOFMARSHALL.COM d.motley@COMCAST.NET mpauley@GRANGERNET.COM ElectricDept@PORTLAND-MICHIGAN.ORG gdg@alpenapower.com dbodine@LIBERTYPOWERCORP.COM leew@WVPA.COM kmolitor@WPSCI.COM ham557@GMAIL.COM BusinessOffice@REALGY.COM landerson@VEENERGY.COM cmcarthur@HILLSDALEBPU.COM mrzwiers@INTEGRYSGROUP.COM Teresa.ringenbach@directenergy.com christina.crable@directenergy.com angela.schorr@directenergy.com ryan.harwell@directenergy.com johnbistranin@realgy.com kabraham@mpower.org mgobrien@aep.com mvorabouth@ses4energy.com suzy@gomega.com hnester@itctransco.com lpage@dickinsonwright.com Deborah.e.erwin@xcelenergy.com mmpeck@fischerfranklin.com CANDACE.GONZALES@cmsenergy.com JHDillavou@midamericanenergyservices.com JCAltmayer@midamericanenergyservices.com LMLann@midamericanenergyservices.com karl.j.hoesly@xcelenergy.com kerri.wade@teammidwest.com dixie.teague@teammidwest.com meghan.tarver@teammidwest.com Karen.wienke@cmsenergy.com Michael.torrey@cmsenergy.com croziera@dteenergy.com

Integrys Group Lisa Gustafson Interstate Gas Supply Inc **Thomas Krichel** Bay City Electric Light & Power Lansing Board of Water and Light Marquette Board of Light & Power Premier Energy Marketing LLC City of Marshall Doug Motley Marc Pauley City of Portland Alpena Power Liberty Power Wabash Valley Power Wolverine Power Lowell S. **Realgy Energy Services Volunteer Energy Services** Hillsdale Board of Public Utilities Michigan Gas Utilities/Upper Penn Power/Wisconsin Direct Energy **Direct Energy Direct Energy Direct Energy** Realgy Corp. Katie Abraham, MMEA Indiana Michigan Power Company Santana Energy MEGA **ITC Holdings Dickinson Wright** Xcel Energy Matthew Peck Consumers Energy MidAmerican Energy Services, LLC MidAmerican Energy Services, LLC MidAmerican Energy Services, LLC Northern States Power Midwest Energy Coop Midwest Energy Coop Midwest Energy Coop **Consumers Energy Consumers Energy** DTE Energy

GEMOTION DISTRIBUTION SERVICE LIST

- stanczakd@dteenergy.com Michelle.Schlosser@xcelenergy.com dburks@glenergy.com kabraham@mpower.org kerdmann@atcllc.com handrew@atcllc.com mary.wolter@wecenergygroup.com phil@allendaleheating.com
- DTE Energy Xcel Energy Great Lakes Energy Michigan Public Power Agency American Transmission Company American Transmission Company UMERC, MERC and MGU Phil Forner