

MPSC Capacity Needs Forum

May 17, 2005

Central Station Work Group

Notes:

1. Generation inventory in State has been collected and consolidated by MPSC staff. MPSC staff will prepare input tables and summaries for the working group's report.
ACTION ITEM
2. The database used by New Energy in their "Strategist" model will be forwarded to the generation owners to review the input variables for their units.
ACTION ITEM
3. Comments on the draft report have been incorporated
4. Forward price distribution (percentage of total capital spent over the plants construction period) was reviewed and accepted as presented.
5. Gas reservation cost analysis will be completed by P. Dennis of DTE
ACTION ITEM
6. Mercury reduction scenarios were reviewed. J. Brunner of the MDEQ indicated that Michigan generating units will be allowed to participate in the Federal cap-and-trade program. It is also likely that the State will create an incentive program for mercury reductions within the State beyond what might happen based solely on a Federal cap-and-trade program. 2010 mercury limits for the State will assumed to be met with scrubber co-benefits, reductions required to meet a 2018 limit will require additional controls.
7. No further meetings are currently scheduled