# Environmental Policy in Michigan

NOVEMBER 16, 2016

# Today's Plan

- Water Policy
  - EPA and states working together
  - What drives Michigan's response?
- Energy policy
  - State-led policy
  - Mandates or goals?

## Time travel



## Time travel





#### Timeline

May '69

Environmental Quality Council (cabinet)

July '70

Environmental Protection Agency founded

1970

Clean Air Act (CAA)

1972

Clean Water Act (CWA)

# Common Features of Clean Air & Clear Water Acts

- Identify overall goals
- Identify criteria for standards
- Set standards for each pollutant
- Enforce standards

#### Clean Water Act

- Federal government (EPA):
  - Define pollutants
  - Decide what sources are subject to regulation
  - Provide grant money to targeted polluters
- State government agencies:
  - Assess waterbody health
  - If impaired, plan, monitor and enforce standards

# Success of CWA in Michigan





http://www.toledoblade.com/local/2016/05/09/River-Raisin-cleanup-flows-along.html

100% of rivers/streams assessed (compared to ~33% nationwide)

### Shortfalls of CWA

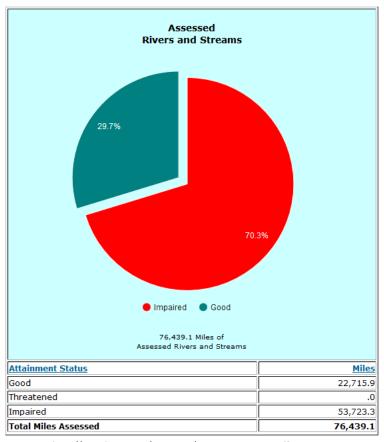




Photo: Haraz N. Ghanbari

Source: http://iaspub.epa.gov/waters10/attains\_state.control?p\_state=MI

## Why these shortfalls?

- Limited staff/resources to set standards and monitor
  - Balance to stay out of court
- State discretion in classifying/enforcing

## Lake Erie Algal Bloom



Photo: Michigan Sea Grant.

#### **Contributors**

- Urbanization
- Sewers (even regulated ones!)
- Septic systems
- Fossil fuels
- Animal wastes
- Agriculture run-off

# What's at stake in assessing Lake Erie as impaired?

#### • Who stands to gain?

- Coastal communities / tourism
- Drinking water users
- Regional partners (Ontario, Ohio)

#### • Who stands to lose?

- Agriculture sector
- Possibly Metro Detroit water utilities
- Industries in watershed

# Michigan's Energy Policy

STATE-LED

## Time Travel



#### Time travel



House: Democrat (58 to 52)

Senate: Republican (22 to 16)

# Clean, Renewable, and Efficient Energy Act

#### 10% renewables by 2015

- Mandate rather than goal
- Surcharge and "safety valve" to limit cost
- Solar multiplier (x3)
- Michigan-manufactured equipment multiplier (x1.1)
- In-state workforce multiplier (x1.1)

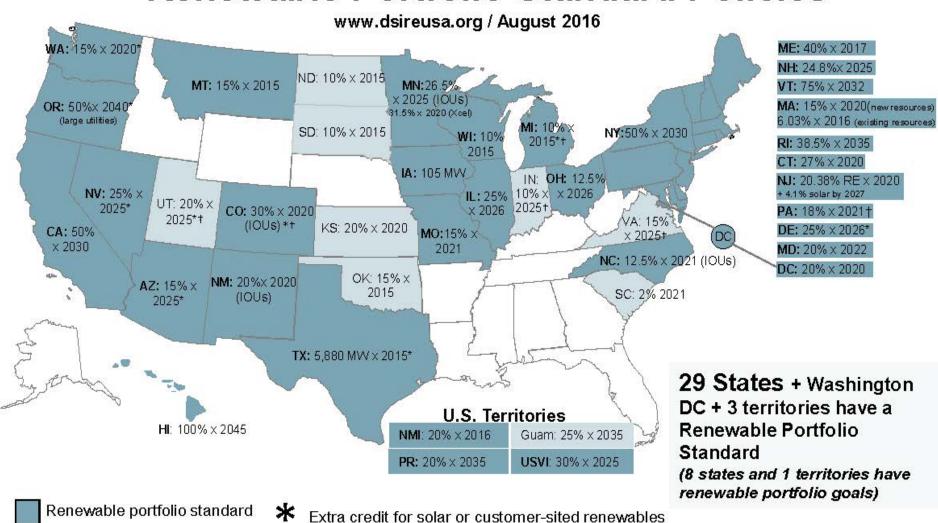


Renewable portfolio goal



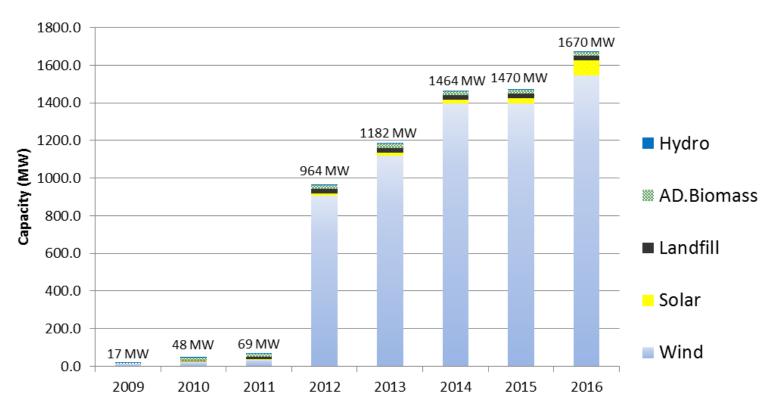


#### Renewable Portfolio Standard Policies



Includes non-renewable alternative resources

# Impact on renewable energy in the state



Source: Talberg, Sally A, John D. Quackenbush, and Norman J Saari. 2016. *Report on the Implementation of the P.A. 295 Renewable Energy Standard and the Cost-Effectiveness of the Energy Standards*. Lansing, MI. http://www.michigan.gov/documents/mpsc/PA\_295\_Renewable\_Energy\_Report\_2-12-16 514511 7.pdf?20160212112723%29.

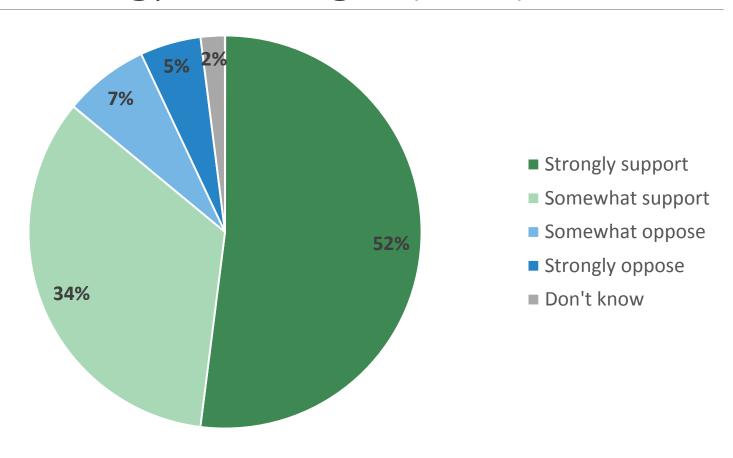
#### 2012 Ballot Initiative

- 25% x 2025
  - Limited any rate increases to 1% per year
  - Defeated: 62% (no) vs. 38% (yes)

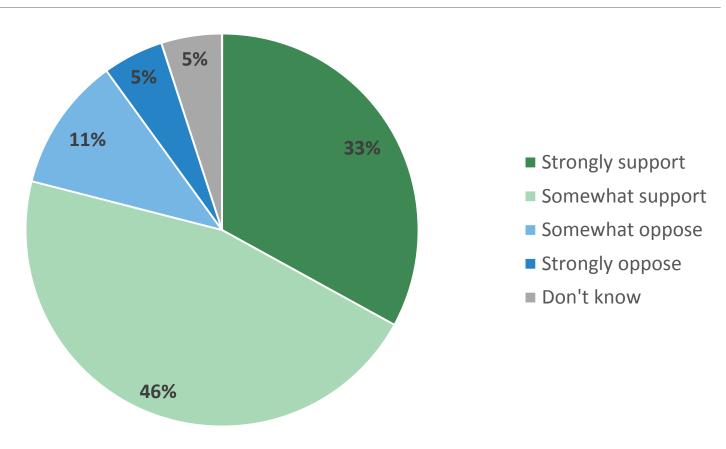
#### Analysis:

- Constitutional amendment
  - 1 of 6 ballot measures (all lost)
  - Clean Affordable Renewable Energy for Michigan Coalition
- Cost
  - Michigan Chamber of Commerce
  - Governor Snyder

# **Public** support for expanding land-based wind energy in Michigan (2013)



#### Local leader support for expanding landbased wind energy in Michigan (2013)



#### Governor's Plan



#### Governor's 2015 Energy Plan

- Renewables goal, reliance on energy efficiency
- Requiring options assessment for all new power (that considers longterm costs)

#### Current Senate bills

- 15% renewables by 2022 (mandate) - NEW
- End net-metering
- Maintains 10% electricity choice

#### Key issues

- Reliability (particularly in UP)
- Mandate vs. goal
- Cost
- ...not climate

#### Where do they stand?

- Consumers/DTE?
- Michigan Chamber of Commerce
- Michigan Manufacturers
  Association
- Environmental groups

## Shameless Plug

**ENVIRON 302.005 – Energy and Environmental Policy Research** 

Winter 2017 – MW 11:30-1 (#32082)

- Learn about environmental policy research by doing
- Research an energy/environment/land use topic of your choosing
- Fulfills ULWR
- Weekly writing assignments (pass/fail); final revised research paper (graded)
- CLOSUP in the Classroom = speakers + pizza