

Electric and natural gas rates

for Michigan
business customers

2025

The rates in this brochure reflect the authorized base rates of Upper Michigan Energy Resources Corporation for its Michigan business customers.



Rate options

We recommend you review the rate options and prices listed in this brochure. Your current rate description is listed on your bill. Compare this rate description to the other rate options described here. While you are the best judge of which rates are best for your situation, we'll be glad to help you compare rate options. Complete rate schedules are available upon request. You also may request energy use and weather-adjusted consumption data for the last 12 months. Visit uppermichiganenergy.com for more pricing information.

Michigan customer choice

Most Michigan electric customers have a Retail Access Service option, or choice to purchase their generation and transmission service from a licensed unregulated Alternative Electric Supplier (AES) at a price determined solely between the customer and the AES, with power delivered through the Company's distribution system. The AES will charge its customers for the energy and transmission services to transport the electricity across the high-voltage lines to your business. The utility will charge AES customers for the distribution services on the low-voltage lines. And, beginning in June 2018, the utility will charge AES customers for the availability of generation (capacity) if the AES has not secured generation capacity for your business. Customers may continue to buy their power supply from the local utility under Full Requirements Service at prices regulated by the Michigan Public Service Commission.

Electric rates

We itemize, or "unbundle," charges on your bill for Power Supply and Delivery. Your itemized charges for Power Supply include costs to generate or purchase the electricity and transport it over power lines to local distribution systems. Your itemized charges for Delivery include costs to deliver the electricity to your business, as well as certain customer services. The base energy charges are subject to a monthly Power Supply Cost Recovery (PSCR) factor charge/credit to reflect changes in fuel costs. The current cost base is \$0.05710 per kWh.

Types of electric service

Standard (energy only)

With Standard electric service, business customers who use less than 25,000 kWh of electricity, and less than 100 kW demand, will pay the same rate for each kWh of electricity used, regardless of the time of day it's used.

Energy consumption < 12,500 kWh per month (CG-1M)	
Fixed Charge	
Year Round	\$0.93040 per day
Seasonal	\$1.86080 per day
Energy Charge - Distribution	\$0.04326 per kWh
Energy Charge - Power Supply	\$0.10517 per kWh
Rate Realignment Adjustment	(\$0.02049) per kWh

Energy consumption > 12,500 kWh per month (CG-3M)	
Fixed Charge	
Year Round	\$2.78820 per day
Seasonal	\$5.57630 per day
Energy Charge - Distribution	\$0.04610 per kWh
Energy Charge - Power Supply	\$0.08960 per kWh
Rate Realignment Adjustment	(\$0.00178) per kWh

Optional electric rate choices

NatureWise® Renewable Energy (NAT)

With NatureWise, your business can support clean sources of energy, including wind and biogas from farms and landfills. Choose a participation level based on your size and business goals.

100 kWh block of energy	\$0.85 per block
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Optional Time-of-Use (two-tier)

Optional Time-of-Use helps you save money by shifting the amount of electricity used during off-peak savings hours instead of during the more costly on-peak hours. This rate is an option for customers on the Cg-OTOU-1M and Cg-OTOU-3M standard rates.

Fixed Charge	\$0.93040 per day
Fixed Charge Seasonal	\$1.86080 per day
On-Peak Energy - Distribution	\$0.05229 per kWh
On-Peak Energy - Power Supply	\$0.16539 per kWh
Off-Peak Energy - Distribution	\$0.01307 per kWh
Off-Peak Energy - Power Supply	\$0.04135 per kWh
Rate Realignment Adjustment	\$0.00618 per kWh

Outdoor Lighting (Ls-1M)

Your business can lease outdoor lighting for a flat monthly rate. The rate includes the poles, equipment, maintenance and the electricity used to operate it.

Outdoor Overhead Lighting - Company Owned		
Sodium Vapor		
9,000 Lumens	100W	\$14.09
14,000 Lumens	150W	\$15.68
27,000 Lumens	250W	\$19.19
45,000 Lumens	400W	\$26.77
9,000 Lumens - Area	100W	\$12.39
14,000 Lumens - Area	150W	\$16.46
27,000 Lumens - Directional	250W	\$24.98
45,000 Lumens - Directional	400W	\$29.82
Metal Halide		
36,000 Lumens-Directional	400W	\$29.81
110,000 Lumens-Directional	1000W	\$53.72
Customer Owned (closed to new customers)		
Sodium Vapor		
9,000 Lumens	100W	\$10.00
14,000 Lumens	150W	\$10.58
27,000 Lumens	250W	\$13.82
45,000 Lumens	400W	\$18.44
LED		
9,000 Lumens (100W) SV equivalent		\$7.87
14,000 Lumens (150W) SV equivalent		\$11.26
27,000 Lumens (250W) SV equivalent		\$14.64
45,000 Lumens (400W) SV equivalent		\$18.01
Non-Standard Facilities		
Wood Poles	\$3.61 per month	
Spans	\$1.68 per month	
Excess Footage - Mast Arm	\$0.16 per foot	

Municipal Power - Sewage Disposal and Water Pumping (MP-1M)

This option is available for the operation of sewage disposal and water pumping systems. These customers pay the same rate for each kWh used.

Fixed Charge	
Year Round	\$2.7882 per day
Energy Charge - Distribution	\$0.04610 per kWh
Energy Charge - Power Supply	\$0.08960 per kWh
Rate Realignment Adjustment	(\$0.00178) per kWh

For businesses with greater than 100 kW demand

Time-of-Use

With Time-of-Use, your business pays more for electricity used during on-peak hours than during off-peak hours. These rates more accurately reflect the price of electricity at the time it's used. A business with less than 100 kW demand, that uses less than 25,000 kWh of electricity per month, may choose from three different pricing options. Customers with 100 kW demand or more for three consecutive months automatically receive Time-of-Use rates for specific time periods.

Interruptible electric rate (Cp-1M)

Businesses save money by identifying blocks of electric load (at least 200 kW of combined load) that can be interrupted upon notification. These customers receive a discounted demand rate for interruptible loads through a five-year contract.

Demand > 100 kW			
Voltage level	Secondary	Primary	Transmission
Fixed Charge			
	\$7.2270 per day	\$24.6845 per day	\$131.8950 per day
Customer Demand Charge			
	\$3.180 per kW	\$2.390 per kW	
Substation Transformer Charge			
			\$0.530 per kVA
Standby Demand Charge			
	\$3.50 per kW	\$2.75 per kW	\$2.00 per kW
Voltage level	Secondary	Primary	Transmission
On-Peak Demand			
Peak Summer Distribution			
	\$1.230 per kW	\$1.230 per kW	\$1.230 per kW
Peak Summer Power Supply			
	\$16.64 per kW	\$16.27 per kW	\$16.05 per kW
Peak Winter Distribution			
	\$1.230 per kW	\$1.230 per kW	\$1.230 per kW
Peak Winter Power Supply			
	\$16.64 per kW	\$16.27 per kW	\$16.05 per kW
Interruptible Demand Charges (Cp-I)			
Summer-Distribution			
	\$1.230 per kW	\$1.230 per kW	\$1.230 per kW
Summer-Power Supply			
	\$11.39 per kW	\$11.02 per kW	\$10.80 per kW
Winter-Distribution			
	\$1.230 per kW	\$1.230 per kW	\$1.230 per kW
Winter-Power Supply			
	\$11.39 per kW	\$11.02 per kW	\$10.80 per kW

Interruptible Credit			
Summer	\$5.250 per kW	\$5.250 per kW	\$5.250 per kW
Winter	\$5.250 per kW	\$5.250 per kW	\$5.250 per kW
Energy			
On-Peak Energy - Power Supply			
	\$0.07801 per kWh	\$0.07575 per kWh	\$0.07480 per kWh
Off-Peak Energy - Power Supply			
	\$0.04217 per kWh	\$0.04095 per kWh	\$0.04044 per kWh
Supplemental Charges and Credits			
Rate Realignment Adjustment			
	\$0.00191 per kWh	\$0.00298 per kWh	\$0.00261 per kWh

Parallel generation

PG-1M, PG-1AM, PG-1BM, PG-2M, PG-3M, PG-4M, PG-5M, DG-1

These rates are available to customers owning generating systems who desire to sell electrical energy to UMER. Please contact your local UMER service representative for details and assistance in determining if you can benefit from one of these rates.

PG-1M, PG-1AM, PG-1BM are closed to new customers.

Natural gas rates

We itemize, or “unbundle,” charges on your bill for Gas Supply and Delivery. Your itemized charges for Gas Supply include costs to purchase the gas and transport it over pipelines to local distribution systems. Your itemized charges for Delivery include costs to deliver the gas to your business, as well as certain customer services.

The base gas charges are subject to a Gas Cost Recovery (GCR) factor to reflect changes in fuel costs. The current base GCR factor is \$0.47338 per therm.

Types of natural gas service

C&I Small/Medium (GSC)

Energy consumption < 10,000 therms per year	
Customer Charge	
Year Round	\$0.2465 per day
Seasonal	\$0.4931 per day
Energy Charge - Distribution	\$0.08514 per therm
Supplemental Charges (Energy Waste Reduction)	
Year Round	\$0.0874 per day
Seasonal	\$0.1748 per day
Tax Cuts-Jobs Act Credit	(\$0.00310) per therm

The monthly minimum charge is the Daily Customer Charge plus applicable daily Supplemental Charges multiplied by the number of days in the billing period.

C&I Large (CgLM)

This rate is for customers with requirements of more than 10,000 therms per year.

Energy consumption > 10,000 therms per year	
Customer Charge	\$2.3671 per day
Energy Charge - Distribution	\$0.06214 per therm
Supplemental Charges (Energy Waste Reduction)	
	\$0.6196 per day
Tax Cuts-Jobs Act Credit	(\$0.00310) per therm

The monthly minimum charge is the Daily Customer Charge plus applicable daily Supplemental Charges multiplied by the number of days in the billing period.

Transportation Service (GT)

This rate is for customers who choose to buy natural gas directly from suppliers and then deliver that natural gas to our distribution system for the purposes of us to deliver the gas to customers' meters. Customers must take service under this rate for entire calendar months.

Gas Transportation Service < 10,000 therms per year (Cg-TM)	
Customer Charge	\$4.8493 per day
Energy Charge - Distribution	\$0.08514 per therm
Supplemental Charges (Energy Waste Reduction)	
	\$0.00 per day*
*No customers currently on this rate.	
Gas Transportation Service 10,001 to 1,800,000 therms per year (Cg-TL)	
Customer Charge	\$6.9698 per day
Energy Charge - Distribution	\$0.06214 per therm
Supplemental Charges (Energy Waste Reduction)	
	\$0.4533 per day
Gas Transportation Service > 1,800,001 therms per year (Cg-TSL)	
Customer Charge	\$6.9698 per day
Energy Charge - Distribution	\$0.03000 per therm
Supplemental Charges (Energy Waste Reduction)	
	\$8.1561 per day
Gas Transportation Service	
Tax Cuts-Jobs Act Credit	(\$0.00310) per therm

For more information

To learn more about Upper Michigan Energy Resources Corporation or the rate options available to you, please visit **uppermichiganenergy.com**, call your account manager, or call the Business Solutions Center at **877-444-0888**.

