S T A T E O F M I C H I G A N

BEFORE THE MICHIGAN PUBLIC SERVICE COMMISSION

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In the matter of the application of **DTE ELECTRIC COMPANY** for approval to implement a power supply cost recovery plan for the 12 months ending December 31, 2026.	))))))	Case No. U-21875

At the October 15, 2026 meeting of the Michigan Public Service Commission in Houghton, Michigan.

PRESENT: Hon. Daniel C. Scripps, Chair
Hon. Katherine L. Peretick, Commissioner
Hon. Shaquila Myers, Commissioner

ORDER APPROVING SETTLEMENT AGREEMENT

On September 30, 2025, DTE Electric Company (DTE Electric) filed an application in this case, with supporting testimony and exhibits, requesting authority to implement a power supply cost recovery plan for the 12-month period ending December 31, 2026, pursuant to Section 6j of Public Act 304 of 1982, as amended, MCL 460.6j.

A prehearing conference was held on November 21, 2025, before Administrative Law Judge Christopher S. Saunders (ALJ), at which the ALJ granted intervention to the Association of Businesses Advocating Tariff Equity (ABATE). DTE Electric and the Commission Staff (Staff) also participated in the proceeding. On December 9, 2025, the Michigan Department of Attorney General (Attorney General) filed notice of her intervention in the proceeding. On September 28, 2026, DTE Electric, the Staff, and ABATE submitted a settlement agreement resolving all issues

in the case. On October 5, 2026, the Attorney General filed a letter stating her non-objection to the settlement agreement.

The Commission has reviewed the settlement agreement and finds that the public interest is adequately represented by the parties who entered into the settlement agreement. The Commission further finds that the settlement agreement is in the public interest, represents a fair and reasonable resolution of the proceeding, and should be approved.

THEREFORE, IT IS ORDERED that the settlement agreement, attached as Exhibit A, is approved.

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

Any party desiring to appeal this order must do so in the appropriate court within 30 days after issuance and notice of this order, pursuant to MCL 462.26. To comply with the Michigan Rules of Court's requirement to notify the Commission of an appeal, appellants shall send required notices to both the Commission's Executive Secretary and to the Commission's Legal Counsel. Electronic notifications should be sent to the Executive Secretary at LARA-MPSC-Edockets@michigan.gov and to the Michigan Department of Attorney General - Public Service Division at sheac1@michigan.gov. In lieu of electronic submissions, paper copies of such notifications may be sent to the Executive Secretary and the Attorney General - Public Service Division at 7109 W. Saginaw Hwy., Lansing, MI 48917.

MICHIGAN PUBLIC SERVICE COMMISSION

Daniel C. Scripps, Chair

Katherine L. Peretick, Commissioner

Shaquila Myers, Commissioner

By its action of October 15, 2026.

Lisa Felice, Executive Secretary

EXHIBIT A

STATE OF MICHIGAN

BEFORE THE MICHIGAN PUBLIC SERVICE COMMISSION

In the matter, of the Application of DTE ELECTRIC COMPANY for approval to implement a power supply cost recovery plan for the 12 months ending December 31, 2026	)))))	Case No. U-21875

STIPULATION AND SETTLEMENT AGREEMENT

Pursuant to Section 78 of the Administrative Procedures Act of 1969 ("APA"), as amended, MCL 24.278, and Rule 431 of the Rules of Practice and Procedure Before the Michigan Public Service Commission R 792.10401 et. seq. ("MPSC" or "Commission"), the undersigned parties agree as follows:

1. This Stipulation and Settlement Agreement ("Settlement Agreement") between and among DTE Electric Company ("DTE Electric" or "Company"), the Michigan Public Service Commission Staff ("Staff"), and the Association of Businesses Advocating Tariff Equity ("ABATE"), (individually "Party"; collectively, "the Parties") is intended by the Parties as a full and final settlement and satisfaction of all issues before the Commission related to this proceeding , consistent with the encouragement to enter into settlements found in the Rules of Practice and Procedure Before the Commission. (See R 792.10431(1))

2. This proceeding was initiated by Application of the Company on September 30, 2025. Appropriate service was accomplished by DTE Electric. A prehearing conference was held on November 21, 2025 and Administrative Law Judge Hon. Christopher S. Saunders granted intervention and party status to Staff and ABATE. On December 9, 2025 Michigan

Attorney General Dana Nessel ("AG") filed a Notice of Intervention. The Company's Application requested approval of a maximum PSCR Factor of 18.77 mills per kWh in customer's bills for the period January 1, 2026 through December 31, 2026 and was accompanied by the prefiled direct testimony of DTE Electric witnesses Bevins, Brunell, Gavin, Marietta, Sirwaitis, and Swiech. Staff filed the direct testimony and exhibits of witness Kindschy. No other party filed testimony or exhibits in the case. No rebuttal testimony was filed by any Party. Cross examination was scheduled for August 25, 2026 but the schedule was suspended at the request of all Parties on August 19, 2026 by the Administrative Law Judge in order to facilitate settlement.

3. Staff has performed its due diligence by reviewing the testimony and exhibits of the Company's witnesses, reviewing all discovery responses, and completing an analysis of the entire record. In an attempt to efficiently resolve the matter, the Parties have agreed to enter into a full settlement of this case and recommend approval by the Commission of the following items set forth in Paragraph 4.

4. The Parties to this Settlement Agreement request that the Commission enter an order (i) approving the Company's 2026 PSCR Plan and the Company's requested maximum PSCR Factor of 18.77 mills per kWh in customer's bills for the period January 1, 2026 through December 31, 2026 as a reasonable and prudent PSCR Plan and PSCR Factor for 2026, and (ii) otherwise preserving the Parties' rights to address the reasonableness and prudence of actual 2026 expenditures consistent with MCL 460.6j in DTE Electric's 2026 PSCR Reconciliation proceeding. It is the understanding of the Parties

to this Settlement Agreement that the AG intends to submit a statement of non-objection to this Settlement Agreement in this docket.

5. This Settlement Agreement is entered into for the sole and express purpose of reaching a compromise among the Parties. All offers of settlement and discussions relating to this Settlement Agreement are considered privileged under MRE 408. If the Commission approves this Settlement Agreement without modification, neither the Parties to this Settlement Agreement nor the Commission shall make any reference to, or use this Settlement Agreement or the Order approving it, as a reason, authority, rationale, or example for taking any action or position or making any subsequent decision in any other case or proceeding; provided however, such references may be made to enforce or implement the terms of the Settlement Agreement and the Commission Order approving it. Neither this Settlement Agreement nor any Commission Order approving it shall preclude any Party from taking any position with respect to the Company's 2026 PSCR Reconciliation proceeding. No Party shall appeal a Commission Order approving this Settlement Agreement without modification.

6. This Settlement Agreement is not severable. Each provision of this Settlement Agreement is dependent upon all other provisions of this Settlement Agreement. Failure to comply with any provision of this Settlement Agreement constitutes failure to comply with the entire Settlement Agreement. If the Commission rejects or modifies this Settlement Agreement, this Settlement Agreement shall be deemed to be withdrawn, and shall not constitute any part of the record in this proceeding or be used for any other purpose and shall not operate to prejudice the pre-negotiation positions of any Party.

7. This Settlement Agreement is reasonable and in the public interest and will reduce the time and expense of the Commission, its Staff, and the Parties.

8. The Parties agree to waive Section 81 of 1969 PA 306, MCL 24.281, as it applies to the issues in this proceeding, if the Commission approves this Settlement Agreement without modification.

9. This Settlement Agreement may be executed in any number of counterparts, each considered an original, and all counterparts that are executed shall have the same effect as if they were the same instrument.

IN WITNESS WHEREOF, the Parties have caused this Settlement Agreement to be duly executed by their respective duly authorized officers as of the date first written below.

DTE ELECTRIC COMPANY

By: Jon P. Christinidis Digitally signed by Jon P. Christinidis Date: 2026.09.14 16:46:23 -04'00' Dated: September 14, 2026

Prnt:

Its: attorney

ASSOCIATION OF BUSINESSES ADVOCATING TARIFF EQUITY

By: Benjamin J. Holwerda Digitally signed by: Benjamin J. Holwerda DN: CN = Benjamin J. Holwerda email = bholwerda@clarkhill.com C = US O = Clark Hill PLC Date: 2026.09.17 15:36:49 -04'00' Dated: September 17, 2026

Print:

Its: Attorney

MICHIGAN PUBLIC SERVICE COMMISSION STAFF

By: _____ Dated: _____ , 2026

Print:

Its: _____

7. This Settlement Agreement is reasonable and in the public interest and will reduce the time and expense of the Commission, its Staff, and the Parties.

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Prnt:

Its: attorney

ASSOCIATION OF BUSINESSES ADVOCATING TARIFF EQUITY

By: _____ Dated: _____, 2026
Print:

Its: _____

MICHIGAN PUBLIC SERVICE COMMISSION STAFF

By: Alena M. Clark 2026.09.25 13:16:59 -04'00' Dated: _____ , 2026
Print:

Its: _____

P R O O F O F S E R V I C E

STATE OF MICHIGAN)

Case No. U-21875

County of Ingham)

Brianna Brown being duly sworn, deposes and says that on October 15, 2026 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 Brown

Subscribed and sworn to before me
this 15th day of October 2026.

Angela P. Sanderson
Notary Public, Shiawassee County, Michigan
As acting in Eaton County
My Commission Expires: May 21, 2030

Service List for Case: U-21875

Name	On Behalf Of	Email Address
Alena M. Clark	MPSC Staff	clarka55@michigan.gov
Benjamin J. Holwerda	Association of Businesses Advocating Tariff Equity	bholwerda@clarkhill.com
Christopher S. Saunders	ALJs - MPSC	saundersc4@michigan.gov
Daniel E. Sonneveldt	MPSC Staff	sonneveldtd@michigan.gov
DTE Electric Company	DTE Electric Company	mpscfilings_account@dteenergy.com
Joel B. King	Department of Attorney General	kingj38@michigan.gov
Jon P. Christinidis	DTE Electric Company	jon.christinidis@dteenergy.com
Michael J. Pattwell	Association of Businesses Advocating Tariff Equity	mpattwell@clarkhill.com
Stephen A. Campbell	Association of Businesses Advocating Tariff Equity	scampbell@clarkhill.com