

STATE OF MICHIGAN
BEFORE THE MICHIGAN PUBLIC SERVICE COMMISSION

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In the matter of the application of	)	
DTE GAS COMPANY for approval of a gas cost	)	
recovery plan and authorization of gas cost	)	Case No. U-21889
recovery factors for the 12 months	)	
ending March 31, 2027.	)	
_____	)	

At the August 6, 2026 meeting of the Michigan Public Service Commission in Lansing,
Michigan.

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

ORDER APPROVING SETTLEMENT AGREEMENT

On December 19, 2025, DTE Gas Company (DTE Gas) filed an application in this docket, with supporting testimony and exhibits, requesting approval of its gas cost recovery (GCR) plan and authorization of GCR factors for the 12-month period ending March 31, 2027. DTE Gas also presented a five-year forecast of gas requirements, supplies and costs, and the company's gas supply plan for the period of April 2026 through March 2031.

On February 10, 2026, Administrative Law Judge Theresa A.G. Staley presided over a prehearing conference in this matter. At the prehearing conference, the ALJ acknowledged the intervention of the Michigan Department of Attorney General (Attorney General) and granted the intervention of the Retail Energy Supply Association (RESA). DTE Gas and the Commission Staff (Staff) also participated in the proceeding.

On February 17, 2026, DTE Gas filed a revised application. On May 7, 2026, the Staff filed direct testimony and exhibits. Subsequently, a settlement agreement was submitted by DTE Gas and the Staff resolving all issues in the case. RESA signed the settlement agreement only to indicate its non-objection to the settlement agreement. The Attorney General filed a separate statement of non-objection regarding 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 sheacl@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 August 6, 2026.

Lisa Felice, Executive Secretary

STATE OF MICHIGAN
BEFORE THE MICHIGAN PUBLIC SERVICE COMMISSION

In the matter of the Application of	)	
DTE Gas Company for approval of a	)	
Gas Cost Recovery Plan, 5-year Forecast	)	Case No. U-21889
and Monthly GCR Factor for the 12 months	)	
ending March 31, 2027	)	
_____	)	

STIPULATION AND SETTLEMENT AGREEMENT

As provided in Section 78 of the Administrative Procedures Act of 1969 (“APA”), as amended, MCL 24.278, and R 792.10431 (“Rule 431”) of the Michigan Public Service Commission’s (“MPSC” or “Commission”) Rules of Practice and Procedure, the undersigned parties have resolved through settlement discussions all issues before the Commission in the above-captioned case and agree as follows:

1. On December 19, 2025, DTE Gas Company (“DTE Gas” or “the Company”) filed its Application (“Application”) requesting approval of its Gas Cost Recovery (“GCR”) Plan and authorization of GCR Factors for the 12-month period ending March 31, 2027. DTE Gas also presented a Five-Year (April 2026–March 2031) Forecast of Gas Requirements, Supplies and Costs, and Gas Supply Plan (“Forecast”). The Company filed supporting testimony and exhibits with the Application to substantiate its requested relief.
2. The initial prehearing conference in this proceeding was held on February 10, 2026, before Administrative Law Judge Theresa A.G. Staley. The parties to the case are DTE Gas, Commission Staff (“Staff”), Michigan Attorney General (“AG”), and Retail Energy Supply Association (“RESA”). On February 17, 2026, DTE Gas filed its Revised Application (“Revised Application”), which included all materials submitted with the original

Application, except that the testimony and exhibits of two witnesses were revised, while the testimony and exhibits of all other witnesses remained unchanged.

3. The parties engaged in discovery.
4. On May 7, 2026, Commission Staff filed direct testimony addressing various issues presented in the Company's GCR Plan filing. Staff's analysis emphasized review of all the Company's known and projected gas costs. Staff addressed the revised base GCR factor and components, the Volume Cost Averaging (VCA) purchase methodology and the pipeline transportation contracts. Staff's review did not reveal any issues that would be considered unreasonable and imprudent at this time. Therefore, Staff recommended the Commission approve the amended application with no changes.
5. No other party filed direct testimony in this proceeding.
6. For purposes of settlement, the undersigned parties agree that the Commission should approve the Company's Revised Application in this GCR Plan Case as filed, with an approved maximum base gas cost recovery factor of \$3.92 per Mcf that can be adjusted to a new maximum GCR rate by the monthly NYMEX-based contingency factor matrix to be reflected in DTE Gas monthly customer billings beginning June 1, 2026 and continuing through March 31, 2027, and further approve a SOLR Reservation Charge of an additional \$0.50 per Mcf that is billed to GCR customers while the Reservation Charge billed to GCC customers will be \$0.34 per Mcf. The parties agree that the Company self-implemented its originally filed maximum factor of \$3.29 per Mcf, which could be increased subject to its proposed contingent factor matrix; SOLR Reservation Charge of an additional \$0.50 per Mcf; and GCC Reservation Charge of \$0.34 per Mcf with the first billing cycle of the April 2026 billing month. DTE Gas self-implemented its revised maximum GCR rate of

\$3.92 per Mcf resulting from its February 17, 2026 revised filing with the first billing cycle of the June 2026 billing month.

7. The undersigned parties agree that the Company's Revised Application does not include any cost items that the Commission would be unlikely to permit DTE Gas to recover in the future.
8. This Settlement Agreement is entered into for the sole and express purpose of reaching a compromise among the undersigned 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 undersigned parties to this settlement 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 only be made to enforce or implement the terms of the Settlement Agreement and the order approving it.
9. This Settlement Agreement is not severable. Each provision of this Settlement Agreement is dependent upon all other provisions of this 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.
10. 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.

11. 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.

12. This Settlement Agreement may be executed in any number of counterparts, each considered 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 GAS COMPANY

By: **Carlton D. Watson**
Carlton D. Watson (P77857)
One Energy Plaza, 1635 WCB
Detroit, MI 48226

Digitally signed by
Carlton D. Watson
Date: 2026.07.06
13:07:54 -04'00'

Date: _____

**MICHIGAN PUBLIC SERVICE
COMMISSION STAFF**

By: 
Michael Orris (P51232)
Heather Durian (P67587)
Adam Cozort (P78363)
Assistant Attorneys General
Public Service Division
7109 W. Saginaw Highway
Lansing, MI 48911

Date: _____

RETAIL ENERGY SUPPLY ASSOCIATION

By: 
Jennifer Utter Heston (P65202)
Potomac Law Group PLLC
1717 Pennsylvania Ave NW, Suite 1025
Washington, D.C. 20006

Date: June 26, 2026

Retail Energy Supply Association signs this Settlement Agreement only to indicate its non-objection to the Settlement Agreement.

PROOF OF SERVICE

STATE OF MICHIGAN)

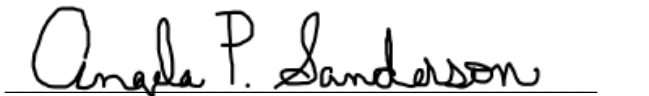
Case No. U-21889

County of Ingham)

Brianna Brown being duly sworn, deposes and says that on August 6, 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 6th day of August 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-21889

Name	On Behalf Of	Email Address
Adam M. Cozort	MPSC Staff	cozort1@michigan.gov
Carlton D. Watson	DTE Gas Company	carlton.watson@dteenergy.com
DTE Gas Company	DTE Gas Company	mpscfilings_account@dteenergy.com
Jennifer U. Heston	Retail Energy Supply Association	jheston@potomaclaw.com
Joel B. King	Department of Attorney General	kingj38@michigan.gov
Michael J. Orris	MPSC Staff	orrism@michigan.gov
Theresa A.G. Staley	ALJs - MPSC	staley1@michigan.gov