

STATE OF MICHIGAN
BEFORE THE MICHIGAN PUBLIC SERVICE COMMISSION

* * * * *

In the matter of the application of	)	
NORTHERN STATES POWER COMPANY	)	
to commence a renewable energy	)	Case No. U-22029
cost reconciliation proceeding for the 12-month	)	
period ended December 31, 2025.	)	
_____	)	

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 April 22, 2026, Northern States Power Company, a Wisconsin corporation (NSP-W) filed an application in this docket, with supporting testimony and an exhibit, requesting authority to reconcile the expenses and revenues associated with its renewable energy plan for the 12-month period ended December 31, 2025.

A prehearing conference was held on June 4, 2026, before Administrative Law Judge James M. Varchetti. NSP-W and the Commission Staff participated in the proceeding. Subsequently, the parties submitted a settlement agreement resolving all issues in the case.

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	)	
NORTHERN STATES POWER COMPANY-	)	
WISCONSIN to commence a renewable energy	)	Case No. U-22029
cost reconciliation proceeding for the 12-month	)	
<u>period ended December 31, 2025.</u>	)	

SETTLEMENT AGREEMENT

Pursuant to MCL 24.278 and Rule 431 of the Michigan Administrative Hearing System's Administrative Rules, R 792.10431, Northern States Power Company, a Wisconsin corporation ("NSP-W" or the "Company") and the Michigan Public Service Commission Staff ("Staff") agree as follows:

1. Pursuant to the Michigan Public Service Commission ("MPSC" or the "Commission") January 29, 2026 Order issued in Case No. U-22025 et al., on April 22, 2026, the Company filed its Renewable Energy ("RE") reconciliation application with the Commission including its annual report for 2025 and supporting direct case with the Commission.

2. In its direct case, NSP-W represented that for the 12-month period ending December 31, 2025, its RE plan did not include a RE surcharge. Therefore, as no RE surcharges were applied to NSP-W's Michigan customers in 2025, NSP-W reported no related collections. Instead, the 2025 RE plan provided for the Company to meet RE standards through existing power supply resources, with the costs thereof to be addressed and accounted for through Power Supply Cost Recovery proceedings, without a separate RE surcharge.

3. On May 5, 2026, the MPSC's Executive Secretary issued the Notice of Hearing in this proceeding directing the Company to mail a copy of the Notice of Hearing to all cities, incorporated villages, townships, and counties in its Michigan electric service area, and to intervenors in Case Nos. U-21812 and U-21832. Furthermore, the Company was directed to publish the Notice of Hearing in a newspaper of general circulation throughout its Michigan electric service area. On June 3, 2026, the Company electronically filed in this matter the affidavit of mailing.

4. On June 4, 2026, Administrative Law Judge James M. Varchetti conducted the prehearing conference. The Company and Staff attended the prehearing conference. There were no intervenors.

5. Subsequent to the prehearings, Staff thoroughly reviewed the Company's RE Plan reconciliation. Staff also reviewed the RE Credit inventory, generation, and compliance support from the Company and from the Michigan Renewable Energy Certification System ("MIRECS"). Thereafter, the parties participated in settlement discussions and agree as follows:

- a. NSP-W's 2025 RE Annual Report satisfies the requirements of Section 51 of Act 295, MCL 460.1001 *et seq.*, as amended.
- b. For the 12-month period that ended December 31, 2025, NSP-W was not authorized to charge, nor did it collect, a renewable energy surcharge. Thus, there are no revenues or expenses to reconcile in this proceeding.
- c. For the 12-month period that ended December 31, 2025, NSP-W was required to retire 20,138 RECs for compliance and did so through MIRECS.

6. All the parties to this proceeding are of the opinion that this Settlement Agreement is reasonable, in the public interest, and will aid in expeditious conclusion of this case.

7. 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 are considered privileged under Michigan Rules of Evidence, Rule 408. If the Commission approves this Settlement Agreement without modification, neither the parties to the 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, however, such references may be made to enforce or implement the provisions of this Settlement Agreement and the order approving it.

8. The parties further agree that any order approving this Settlement Agreement shall not establish precedent for future proceedings. This Settlement Agreement is based on the facts and circumstances of this case and is intended as the final disposition of Case No. U-22029. If the Commission approves this Settlement Agreement, without modification, the undersigned parties agree not to appeal, challenge, or otherwise contest the Commission order approving this Settlement Agreement.

9. 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 or any provision of this Settlement Agreement, this Settlement Agreement shall be deemed to be withdrawn, it 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 position of any party.

10. The parties agree that the Settlement Agreement is reasonable and in the public interest, and the parties agree to waive § 81 of the Administrative Procedures Act of 1969, as

amended, MCL 24.281, as it applies to the issues in this proceeding if the Commission approves this Settlement Agreement without modification.

NORTHERN STATES POWER COMPANY,
A WISCONSIN CORPORATION

Sherri A. Wellman

Digitally signed by: Sherri A. Wellman
DN: CN = Sherri A. Wellman email =
wellmans@millercanfield.com C = US O = Miller Canfield
Date: 2026.07.13 16:18:19 -04'00'

Dated: July 13, 2026

By: _____

Its Attorney
Sherri A. Wellman (P38989)
MILLER, CANFIELD, PADDOCK AND STONE, P.L.C.
123 West Allegan Street, Suite 200
Lansing, Michigan 48933
(517) 487-2070

MICHIGAN PUBLIC SERVICE COMMISSION STAFF

Anna B. Stirling

Dated: July 13, 2026

By: _____

One of Its Attorneys
Anna B. Stirling (P84919)
Adam M. Cozort (P78363)
Assistant Attorneys General
Public Service Division
7109 W. Saginaw Hwy.
Lansing, Michigan 48917
(517) 284-8140

PROOF OF SERVICE

STATE OF MICHIGAN)

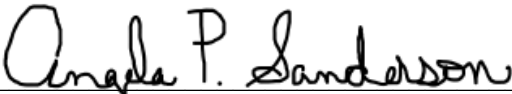
Case No. U-22029

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-22029

Name	On Behalf Of	Email Address
Adam M. Cozort	MPSC Staff	cozort1@michigan.gov
Anna B. Stirling	MPSC Staff	stirlinga1@michigan.gov
James M. Varchetti	ALJs - MPSC	varchettij@michigan.gov
John G. Walker Mogen	Northern States Power Company	mogen@millercanfield.com
Northern States Power Company	Northern States Power Company	nspw.regulatory@xcelenergy.com