

WISCONSIN GAS LLC

(A Wholly Owned Subsidiary of WEC Energy Group, Inc.)

FINANCIAL STATEMENTS

For the Quarter Ended September 30, 2024

WISCONSIN GAS LLC

CONDENSED INCOME STATEMENTS (Unaudited)	Three Months Ended				Nine Months Ended			
<i>(in millions)</i>	September 30				September 30			
	2024		2023		2024		2023	
Operating revenues	\$	81.8	\$	78.8	\$	469.5	\$	563.2
Operating expenses								
Cost of natural gas sold		35.7		33.9		216.0		312.8
Other operation and maintenance		35.6		32.4		100.0		92.6
Depreciation and amortization		23.1		21.0		67.9		62.3
Property and revenue taxes		2.2		2.5		6.5		7.4
Total operating expenses		96.6		89.8		390.4		475.1
Operating income (loss)		(14.8)		(11.0)		79.1		88.1
Other income, net		3.9		6.4		13.2		17.5
Interest expense		11.5		9.7		33.9		28.2
Other expense		(7.6)		(3.3)		(20.7)		(10.7)
Income (loss) before income taxes		(22.4)		(14.3)		58.4		77.4
Income tax expense (benefit)		(5.7)		(3.3)		15.0		17.5
Net income (loss)	\$	(16.7)	\$	(11.0)	\$	43.4	\$	59.9

WISCONSIN GAS LLC

CONDENSED BALANCE SHEETS (Unaudited) (in millions)	September 30 2024	December 31 2023
Assets		
Current assets		
Cash and cash equivalents	\$ 0.3	\$ 6.3
Accounts receivable and unbilled revenues, net of reserves of \$13.4 and \$19.1, respectively	54.8	143.3
Accounts receivable from related parties	12.2	23.6
Materials, supplies, and inventory:		
Natural gas in storage	62.3	64.6
Materials and supplies	7.6	6.6
Prepaid taxes	13.0	11.9
Other prepayments	1.4	4.4
Other	10.4	9.4
Current assets	162.0	270.1
Long-term assets		
Property, plant, and equipment, net of accumulated depreciation and amortization of \$926.1 and \$896.1, respectively	2,522.5	2,426.5
Regulatory assets	243.4	260.0
Goodwill	95.9	95.9
Pension and OPEB assets	258.8	246.5
Other	19.0	20.7
Long-term assets	3,139.6	3,049.6
Total assets	\$ 3,301.6	\$ 3,319.7
Liabilities and Member's Equity		
Current liabilities		
Current portion of long-term debt	\$ 350.0	\$ 150.0
Short-term debt	229.4	318.3
Accounts payable	32.4	59.1
Accounts payable to related parties	32.0	41.6
Other	34.7	53.2
Current liabilities	678.5	622.2
Long-term liabilities		
Long-term debt	437.7	637.2
Regulatory liabilities	449.0	445.4
Deferred income taxes	426.9	326.1
Environmental remediation liabilities	15.3	15.7
Other	14.9	14.7
Long-term liabilities	1,343.8	1,439.1
Commitments and contingencies		
Member's equity	1,279.3	1,258.4
Total liabilities and member's equity	\$ 3,301.6	\$ 3,319.7

WISCONSIN GAS LLC

CONDENSED STATEMENTS OF CASH FLOWS (Unaudited)	Nine Months Ended September 30	
<i>(in millions)</i>	2024	2023
Operating activities		
Net income	\$ 43.4	\$ 59.9
Reconciliation to cash provided by operating activities		
Depreciation and amortization	67.9	62.3
Deferred income taxes, net	98.8	9.1
Change in -		
Accounts receivable and unbilled revenues, net	99.9	136.7
Materials, supplies, and inventories	1.3	50.6
Prepaid taxes	(1.1)	(1.8)
Other prepayments	3.0	2.7
Other current assets	2.0	(2.2)
Accounts payable	(33.3)	(52.5)
Amounts refundable to customers	(5.4)	9.3
Other current liabilities	(10.6)	9.1
Other, net	5.1	(22.5)
Net cash provided by operating activities	271.0	260.7
Investing activities		
Capital expenditures	(164.9)	(184.4)
Other, net	(0.7)	(1.9)
Net cash used in investing activities	(165.6)	(186.3)
Financing activities		
Change in short-term debt	(88.9)	(55.4)
Equity contributions from parent	—	145.0
Payment of distributions to parent	(22.5)	(163.5)
Net cash used in financing activities	(111.4)	(73.9)
Net change in cash and cash equivalents	(6.0)	0.5
Cash and cash equivalents at beginning of period	6.3	0.1
Net cash and cash equivalents at end of period	\$ 0.3	\$ 0.6
Supplemental cash flow information		
Cash paid for interest, net of amount capitalized	\$ 30.6	\$ 17.8
Cash paid (received) for income taxes, net	(79.0)	11.0