WISCONSIN GAS LLC

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

FINANCIAL STATEMENTS

For the Quarter Ended September 30, 2023

WISCONSIN GAS LLC

CONDENSED INCOME STATEMENTS (Unaudited)	Three Months Ended September 30		Nine Months Ended September 30	
(in millions)	2023	2022	2023	2022
Operating revenues	**$ 78.8**	$ 106.8	**$ 563.2**	$ 603.8
Operating expenses				
Cost of natural gas sold	**33.9**	62.9	**312.8**	363.1
Other operation and maintenance	**32.4**	26.5	**92.6**	79.8
Depreciation and amortization	**21.0**	15.0	**62.3**	44.3
Property and revenue taxes	**2.5**	2.2	**7.4**	5.9
Total operating expenses	**89.8**	106.6	**475.1**	493.1
Operating income (loss)	**(11.0)**	0.2	**88.1**	110.7
Other income, net	**6.4**	2.5	**17.5**	5.8
Interest expense	**9.7**	4.8	**28.2**	14.3
Other expense	**(3.3)**	(2.3)	**(10.7)**	(8.5)
Income (loss) before income taxes	**(14.3)**	(2.1)	**77.4**	102.2
Income tax expense (benefit)	**(3.3)**	(0.5)	**17.5**	25.4
Net income (loss)	**$ (11.0)**	$ (1.6)	**$ 59.9**	$ 76.8

WISCONSIN GAS LLC

CONDENSED BALANCE SHEETS (Unaudited) *(in millions)*	September 30 2023	December 31 2022
Assets		
Current assets		
Cash and cash equivalents	**$ 0.6**	$ 0.1
Accounts receivable and unbilled revenues, net of reserves of $17.5 and $18.3, respectively	**75.1**	207.6
Accounts receivable from related parties	**16.8**	21.0
Materials, supplies, and inventory:		
Natural gas in storage	**74.0**	124.9
Materials and supplies	**6.7**	6.4
Prepaid taxes	**9.1**	7.3
Other	**13.0**	15.9
Current assets	**195.3**	383.2
Long-term assets		
Property, plant, and equipment, net of accumulated depreciation and amortization of $888.5 and $861.1, respectively	**2,376.7**	2,245.8
Regulatory assets	**261.1**	268.6
Goodwill	**95.9**	95.9
Pension and OPEB assets	**245.7**	240.5
Other	**21.6**	15.8
Long-term assets	**3,001.0**	2,866.6
Total assets	**$ 3,196.3**	$ 3,249.8
Liabilities and Member's Equity		
Current liabilities		
Short-term debt	**$ 232.4**	$ 287.8
Accounts payable	**45.8**	108.0
Accounts payable to related parties	**34.9**	33.5
Other	**54.7**	33.1
Current liabilities	**367.8**	462.4
Long-term liabilities		
Long-term debt	**787.1**	786.6
Regulatory liabilities	**451.9**	443.3
Deferred income taxes	**315.4**	300.7
Environmental remediation liabilities	**24.7**	47.3
Other	**17.4**	18.9
Long-term liabilities	**1,596.5**	1,596.8
Commitments and contingencies		
Member's equity	**1,232.0**	1,190.6
Total liabilities and member's equity	**$ 3,196.3**	$ 3,249.8

WISCONSIN GAS LLC

CONDENSED STATEMENTS OF CASH FLOWS (Unaudited)	Nine Months Ended September 30	
(in millions)	**2023**	**2022**
Operating activities		
Net income	**$ 59.9**	$ 76.8
Reconciliation to cash provided by operating activities		
Depreciation and amortization	**62.3**	44.3
Deferred income taxes, net	**9.1**	16.9
Change in -		
Accounts receivable and unbilled revenues, net	**136.7**	71.8
Materials, supplies, and inventories	**50.6**	(102.1)
Prepaid taxes	**(1.8)**	0.8
Other current assets	**0.5**	5.6
Accounts payable	**(52.5)**	(4.0)
Accrued taxes	**(0.5)**	2.1
Amounts refundable to customers	**9.3**	14.2
Other current liabilities	**9.6**	1.5
Other, net	**(22.5)**	(15.1)
Net cash provided by operating activities	**260.7**	112.8
Investing activities		
Capital expenditures	**(184.4)**	(160.1)
Proceeds from cash surrender value of life insurance	**—**	1.9
Other, net	**(1.9)**	(1.8)
Net cash used in investing activities	**(186.3)**	(160.0)
Financing activities		
Change in short-term debt	**(55.4)**	4.9
Equity contributions from parent	**145.0**	85.0
Payment of distributions to parent	**(163.5)**	(42.5)
Net cash provided by (used in) financing activities	**(73.9)**	47.4
Net change in cash and cash equivalents	**0.5**	0.2
Cash and cash equivalents at beginning of period	**0.1**	0.3
Net cash and cash equivalents at end of period	**$ 0.6**	$ 0.5
Supplemental cash flow information		
Cash paid for interest, net of amount capitalized	**$ 17.8**	$ 20.6
Cash paid for income taxes, net	**11.0**	6.5