# WISCONSIN GAS LLC

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

**FINANCIAL STATEMENTS**

**For the Quarter Ended June 30, 2025**

## WISCONSIN GAS LLC

| CONDENSED INCOME STATEMENTS (Unaudited) | Three Months Ended June 30 | | Six Months Ended June 30 | |
|---|---|---|---|---|
| *(in millions)* | 2025 | 2024 | 2025 | 2024 |
| **Operating revenues** | **$ 133.3** | $ 105.1 | **$ 481.5** | $ 387.7 |
| | | | | |
| **Operating expenses** | | | | |
| Cost of natural gas sold | **64.4** | 41.6 | **237.7** | 180.3 |
| Other operation and maintenance | **31.7** | 32.3 | **62.7** | 64.4 |
| Depreciation and amortization | **22.8** | 23.0 | **45.3** | 44.8 |
| Property and revenue taxes | **2.0** | 2.1 | **3.9** | 4.3 |
| **Total operating expenses** | **120.9** | 99.0 | **349.6** | 293.8 |
| | | | | |
| **Operating income** | **12.4** | 6.1 | **131.9** | 93.9 |
| | | | | |
| Other income, net | **2.0** | 3.7 | **3.2** | 9.3 |
| Interest expense | **10.7** | 11.2 | **22.1** | 22.4 |
| **Other expense** | **(8.7)** | (7.5) | **(18.9)** | (13.1) |
| | | | | |
| Income (loss) before income taxes | **3.7** | (1.4) | **113.0** | 80.8 |
| Income tax expense (benefit) | **0.8** | (0.4) | **29.2** | 20.7 |
| **Net income (loss)** | **$ 2.9** | $ (1.0) | **$ 83.8** | $ 60.1 |

## WISCONSIN GAS LLC

| CONDENSED BALANCE SHEETS (Unaudited)<br>*(in millions)* | June 30<br>2025 | December 31<br>2024 |
|---|---|---|
| **Assets** | | |
| **Current assets** | | |
| Cash and cash equivalents | **$ 0.2** | $ — |
| Accounts receivable and unbilled revenues, net of reserves of $11.2 and $16.8, respectively | **107.0** | 171.9 |
| Accounts receivable from related parties | **17.2** | 31.1 |
| Materials, supplies, and inventory: | | |
| Natural gas in storage | **42.4** | 52.0 |
| Materials and supplies | **8.8** | 7.2 |
| Prepaid taxes | **6.9** | 11.1 |
| Other prepayments | **1.8** | 4.5 |
| Other | **6.7** | 4.5 |
| **Current assets** | **191.0** | 282.3 |
| | | |
| **Long-term assets** | | |
| Property, plant, and equipment, net of accumulated depreciation and amortization of $964.0 and $937.0, respectively | **2,613.0** | 2,558.7 |
| Regulatory assets | **229.0** | 245.9 |
| Goodwill | **95.9** | 95.9 |
| Pension and OPEB assets | **264.2** | 256.0 |
| Other | **15.8** | 18.1 |
| **Long-term assets** | **3,217.9** | 3,174.6 |
| **Total assets** | **$ 3,408.9** | $ 3,456.9 |
| | | |
| **Liabilities and Member's Equity** | | |
| **Current liabilities** | | |
| Current portion of long-term debt | **$ 200.0** | $ 200.0 |
| Short-term debt | **206.5** | 269.9 |
| Accounts payable | **43.2** | 61.7 |
| Accounts payable to related parties | **27.6** | 34.2 |
| Other | **51.6** | 55.8 |
| **Current liabilities** | **528.9** | 621.6 |
| | | |
| **Long-term liabilities** | | |
| Long-term debt | **636.9** | 636.6 |
| Regulatory liabilities | **455.5** | 448.6 |
| Deferred income taxes | **481.4** | 465.0 |
| Environmental remediation liabilities | **11.6** | 12.5 |
| Other | **15.7** | 15.5 |
| **Long-term liabilities** | **1,601.1** | 1,578.2 |
| | | |
| **Commitments and contingencies** | | |
| | | |
| **Member's equity** | **1,278.9** | 1,257.1 |
| **Total liabilities and member's equity** | **$ 3,408.9** | $ 3,456.9 |

## WISCONSIN GAS LLC

| CONDENSED STATEMENTS OF CASH FLOWS (Unaudited) | Six Months Ended June 30 | |
|---|---|---|
| *(in millions)* | **2025** | **2024** |
| **Operating activities** | | |
| Net income | **$ 83.8** | $ 60.1 |
| Reconciliation to cash provided by operating activities | | |
| Depreciation and amortization | **45.3** | 44.8 |
| Deferred income taxes, net | **14.0** | 14.0 |
| Change in - | | |
| Accounts receivable and unbilled revenues, net | **78.5** | 77.2 |
| Materials, supplies, and inventories | **8.0** | 13.1 |
| Prepaid taxes | **4.2** | 4.1 |
| Other current assets | **2.7** | 7.5 |
| Accounts payable | **(26.6)** | (27.1) |
| Accrued taxes | **1.7** | 5.1 |
| Amounts refundable to customers | **3.1** | 11.5 |
| Customer credit balances | **(10.0)** | (13.4) |
| Other current liabilities | **(1.7)** | (3.2) |
| Other, net | **10.8** | (5.3) |
| **Net cash provided by operating activities** | **213.8** | 188.4 |
| | | |
| **Investing activities** | | |
| Capital expenditures | **(91.2)** | (99.0) |
| Proceeds from cash surrender value of life insurance | **2.3** | — |
| Other, net | **0.7** | (1.2) |
| **Net cash used in investing activities** | **(88.2)** | (100.2) |
| | | |
| **Financing activities** | | |
| Change in short-term debt | **(63.4)** | (79.3) |
| Equity contributions from parent | **13.0** | — |
| Payment of distributions to parent | **(75.0)** | (15.0) |
| **Net cash used in financing activities** | **(125.4)** | (94.3) |
| | | |
| **Net change in cash and cash equivalents** | **0.2** | (6.1) |
| Cash and cash equivalents at beginning of period | **—** | 6.3 |
| **Net cash and cash equivalents at end of period** | **$ 0.2** | $ 0.2 |
| | | |
| **Supplemental cash flow information** | | |
| Cash paid for interest, net of amount capitalized | **$ 21.9** | $ 19.7 |
| Cash paid (received) for income taxes, net | **10.5** | (0.6) |