



Wisconsin Utility Investors, Inc. Legislative/Regulatory Update

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WUI PROVIDES COMMENTS ON PSCW FUEL RULES DRAFT

In written testimony, Wisconsin Utility Investors, Inc. (WUI) has told the Public Service Commission of Wisconsin (PSCW) that the impact of recent energy prices on investors has been magnified by state fuel rules that cannot keep pace. WUI explained that its position has always been that the "fuel cost tolerance" bandwidth should be zero, whether the fluctuation in price benefits ratepayers or shareholders. However, investors understand the Commission's position that some "bandwidth" should be used, and thus, WUI would be willing to support a maximum of one-half percent. This means that adjustments would be triggered if the fuel costs either increased or decreased by one-half percent.

PSCW APPROVES SALE OF POINT BEACH NUCLEAR POWER PLANT

On Tuesday, September 18th, the Public Service Commission of Wisconsin (PSCW) approved the sale of Point Beach Nuclear Power Plant owned by Wisconsin Electric Power Company (WEPCO) to Florida Power and Light Energy (FPL Energy). The sale price will be approximately \$1 billion.

The Commission made a number of changes to the transaction it believes will aid ratepayers and will address the state's ongoing role in subsequent decisions related to the plant. The PSC improved the potential value of carbon dioxide credits, restricted nuclear waste storage and included measures designed to make certain the future decommissioning of the plant meets strict environmental guidelines. The parties agreed to the Commission's ongoing role in important future decisions at the plant, including any potential sale to other companies and the decommissioning of the facility. Under the agreement, FPL will sell the entire output of the plant in Two Rivers to We Energies, a subsidiary of Wisconsin Energy.

IP&L SALE OF TRANSMISSION ASSETS DETERMINED 'NOT DETRIMENTAL' TO CUSTOMERS

Interstate Power and Light Company (IPL), a subsidiary of Alliant Energy Corporation, has received an oral decision from the Iowa Utilities Board (IUB) regarding the sale of the company's transmission assets to ITC Midwest LLC (ITC Midwest), a subsidiary of ITC Holdings Corp. In its oral decision, the IUB closed the docket and determined that the sale of IPL's transmission assets to ITC Midwest was not detrimental to IPL's Iowa electric customers or to the public interest. Tom Aller, IPL President said, "The IUB's decision supports our position that the sale of our company's transmission assets is good for our customers, shareowners and the State of Iowa."

WISCONSIN PUBLIC SERVICE AND ENXCO SEEK IOWA WIND FARM DEAL

Wisconsin Public Service Corporation (WPSC), a subsidiary of Integrys Energy Group, Inc. and enXco Development Corporation, an EDF-EN company based in California, are negotiating a transaction calling for WPSC to purchase a 99-megawatt wind facility to be constructed in Howard County, Iowa, by enXco. The two companies are currently performing due diligence and negotiating commercial terms and conditions for the construction and sale of the project. The parties expect to reach an agreement before the end of 2007. WPSC had earlier announced its intention to build or buy wind facilities within the Midwest Independent System Operator's footprint.

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**FORMER WISCONSIN SENATE MAJORITY LEADER
AND ALLIANT LOBBYIST RETIRING**

Director of public affairs for Alliant Energy, David Helbach, has announced he is retiring from Alliant after 12 years with the company. Helbach was elected to the Assembly in 1978 as a Democrat from Stevens Point and was elected to the Senate in 1983 where he served until 1995. He was elected Senate Majority Leader in 1991. He has been with Alliant Energy since leaving the Senate

DON'T MISS THESE GREAT



MEETINGS!

MADISON Regional Meeting • October 17th

GREEN BAY Regional Meeting • October 18th

EAU CLAIRE Regional Meeting • November 15th

For details and reservations, call WUI at 608-663-5813 or email toniseitz@starband.net.

www.wuiinc.org

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