

Wisconsin Energy Corporation - Integrys Energy Group

WEC Post-Merger Cash Flow Analysis

<u>Line</u>	<u>Description</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>Total</u>
1	Utility Dividend Payments to WEC ¹					
2	WEC Public Common Stock Dividends ²					
3	WEC Acquisition Debt Service ^a	\$ 133,950	\$ 133,950	\$ 133,950	\$ 133,950	\$ 535,799
4	Total WEC Outflows					
5	Surplus/(Deficient) Dividend Receipts					

Sources and Note:

¹Public (Redacted) City/CUB Exhibit 4.1, page 2.

²Confidential & Proprietary attachment to Data Request Response JA City 6.01

^aAssumes an amortizing loan at a 4.0% interest rate over 15 years, paid semi-annually.

Wisconsin Energy Corp. - Integrys Energy Group

Utility Subsidiary Dividend Payment Comparison

Line	Utility	Estimated ¹					Actual ²					
		Total	2018	2017	2016	2015	Average	2013	2012	2011	2010	2009
Peoples Gas Light and Coke Company												
1	Common Stock Dividends						\$ 30,000	\$ -	\$ 55,000	\$ 50,600	\$ 44,400	\$ -
2	Net Income						\$ 49,086	\$ 64,624	\$ 54,508	\$ 56,605	\$ 42,066	\$ 27,627
3	Payout Ratio						59.17%	0.00%	100.90%	89.39%	105.55%	0.00%
North Shore Gas Company												
4	Common Stock Dividends						\$ 10,160	\$ 12,000	\$ 10,000	\$ 9,400	\$ 7,900	\$ 11,500
5	Net Income						\$ 8,528	\$ 12,373	\$ 8,259	\$ 9,729	\$ 7,927	\$ 4,351
6	Payout Ratio						135.73%	96.99%	121.08%	96.62%	99.66%	264.31%
Wisconsin Gas LLC												
7	Common Stock Dividends						\$ 33,000	\$ 33,000	\$ 33,000	\$ 33,000	\$ 33,000	\$ 33,000
8	Net Income						\$ 40,264	\$ 60,175	\$ 29,636	\$ 34,405	\$ 34,986	\$ 42,118
9	Payout Ratio						87.0%	54.8%	111.4%	95.9%	94.3%	78.4%
Wisconsin Electric Power Company												
10	Common Stock Dividends						\$ 223,658	\$340,000	\$ 179,572	\$ 239,572	\$ 179,572	\$179,572
11	Net Income						\$ 334,433	\$361,161	\$ 367,329	\$ 339,642	\$ 315,434	\$288,597
12	Payout Ratio						66.5%	94.1%	48.9%	70.5%	56.9%	62.2%
Wisconsin Public Service Corp												
13	Common Stock Dividends						\$ 102,580	\$108,600	\$ 105,500	\$ 102,500	\$ 99,600	\$ 96,700
14	Net Income						\$ 133,469	\$151,163	\$ 134,850	\$ 125,917	\$ 135,021	\$120,392
15	Payout Ratio						77.1%	71.8%	78.2%	81.4%	73.8%	80.3%
Utility Total												
16	Common Stock Dividends						\$ 399,398	\$493,600	\$ 383,072	\$ 435,072	\$ 364,472	\$320,772
17	Net Income						\$ 565,779	\$649,496	\$ 594,582	\$ 566,298	\$ 535,434	\$483,085
18	Payout Ratio						70.6%	76.0%	64.4%	76.8%	68.1%	66.4%

Sources:

¹Confidential & Proprietary attachment to Data Request Response JA City 6.01

²FERC Form-1 and Form-2 filings, various dates.