

VILLAGE OF MAZOMANIE 133 Crescent Street Mazomanie WI 53560 Phone: (608) 795-2100

www.villageofmazomaniewi.gov

August 24, 2022

To All Village of Mazomanie Electric Utility Customers:

The village's electric utility purchases power on a wholesale basis from Alliant Energy (Alliant) and, in turn, bills village residents, businesses and industry based on their usage of that power. In maintaining our electric utility, rates have historically been lower than having a non-village owned utility sell that electric power to you directly. We expect that same type of historic rate advantage to continue to benefit you in the future.

Recently Alliant notified the village of a mid-year rate increase due to a number of factors which are detailed below and taken directly from their correspondence:

- Higher than projected energy commodity prices which have been driven, in part, by natural gas commodity prices.
- Limitations on coal transportation which have necessitated coal conservation and affected generation plant operations.
- Availability of generation resources due to unplanned outages.
- Higher than average temperatures impacting market demand and costs.

This increase in electric rates is not limited to Mazomanie's electric utility. It impacts all of Alliant's wholesale and retail customers. Alliant's contract with the village contains an Energy Rate Stabilization rider which permits this increase. In turn the Public Service Commission of Wisconsin requires that our electric utility pass this increase on to customers. This increase will affect your electric bill beginning with your next bill dated September 1. You will see the increase in the Power Cost Adjustment Charge (PC) line on your bill.

I know that this is not good news in an inflationary economy and we're sorry to have to notify you of this unexpected change in your bill. If you have any questions concerning this rate increase, feel free to contact any of our village office staff at 795-2100 during regular office hours: Peter Huebner, Ext 4; Angie Volkman, Ext 1 or Tara Roessler, Ext 2.

Sincerely,

Gary Harrøp

Village President