

WISCONSIN ELECTRIC POWER COMPANY

CASE No. U-16094

Implementation of Section 10a(1) of PA 286

**2012 Final Cap**

Based on Weather-Adjusted Retail Sales for the Preceding Calendar Year

Weather-Adjusted Retail Sales (MWh): **2,935,546**

Calendar Year Sales (MWh): **2,935,546**

Alternative Energy Supplier Cap (MWh): **293,555**

Supporting Documentation:

Michigan Retail Sales for 2011:		<u>MWh</u>
January	Actual	233,980
February	Actual	219,513
March	Actual	244,300
April	Actual	251,885
May	Actual	248,631
June	Actual	250,835
July	Actual	272,988
August	Actual	258,265
September	Actual	230,602
October	Actual	232,099
November	Actual	246,579
December	Actual	<u>245,869</u>
Total		2,935,546
10% Cap		293,555

Methodology used in rate case:

Wisconsin Electric (WE) normalizes its sales on a system-wide basis, rather than a jurisdictional basis. Since a vast majority of WE's weather-sensitive load is based within its Wisconsin jurisdiction, and the weather variables used to calculate the normalization adjustments are based on weather as measured as Milwaukee's General Mitchell International Airport, all of the weather normalization adjustments are applied to sales in the Wisconsin jurisdiction. This effectively means that WE's actual and weather-normalized sales in its Michigan jurisdiction are identical.

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