

# To Our Customers:

Effective January 1, 2020, overall electric rates will decrease by 0.84%. This decrease was approved by the Public Service Commission of Wisconsin (PSCW) in November 2019 as part of Madison Gas and Electric's (MGE) 2020 Fuel Cost Plan.

Projected market prices for fuel are lower for 2020 compared to 2019. The lower market prices decrease the cost for electric generation and purchased power.

MGE's 2020 forecasted fuel costs for electric generation are about \$3.37 million lower than fuel costs authorized by the PSCW for MGE's 2019 fuel cost plan, which was filed in 2018.

**Electric:** The approved decrease rate is \$0.00108 per kilowatt-hour (kWh). The typical residential customer using about 500 kWh per month will see his or her electric bill decrease by about 54 cents a month.

**Natural Gas:** Natural gas rates will increase by 1.46% per the 2018 rate settlement agreement between MGE and intervening parties and approved by the PSCW in September 2018. The typical residential customer using about 717 therms per year will see his or her natural gas bill increase by about \$11 a year, or about 92 cents a month if broken down monthly.

