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July 6, 2026

Brian Dellemann
Electric Director
Two Rivers Water & Light
1415 Lake St
Two Rivers, WI 54241-3534

RE: **Extension of Long Term Power Supply Contracts**

Dear Brian:

In a May memo to the membership, I outlined WPPI's process and timeline for amending the power supply contract with WPPI to extend the term. This all-requirements contract is the means by which your utility receives power supply and other services from WPPI, and it enables WPPI to secure and finance long-term power supply resources so that WPPI is able to continue serving Two Rivers' utility reliably and at competitive and stable rates over the long term. Periodic contract extensions are a normal part of the WPPI business model, and this latest extension was identified as a key priority to take advantage of long-term power supply and related opportunities that are expected to have a favorable impact on WPPI's wholesale rates.

The amendment documents are enclosed with this letter for review and action by Two Rivers. See also the enclosed letter from Mike Rausch, WPPI's Assistant General Counsel, which contains further details about the documents and process timeline. I thank you in advance for your prompt attention to these materials and ask that you take local action prior to December 31, 2026.

If you or any member of your governing body have questions or need additional information during this process, please let me know how I can help. Member feedback has been an invaluable part of this process, as WPPI Energy is, and will always be, member-owned and member-driven.

Sincerely,

A handwritten signature in blue ink, appearing to read "Mike Peters", is written over a faint, larger blue outline of the same signature.

Mike Peters
President and CEO

Enclosures

**TWO RIVERS CITY COUNCIL RESOLUTION TO APPROVE
AMENDMENT NO. 3 TO LONG TERM POWER SUPPLY CONTRACT
FOR PARTICIPATING MEMBERS**

WHEREAS, the City of Two Rivers (the "Member") is a member of WPPI Energy ("WPPI") and, like all other WPPI members, takes long-term all-requirements electric service from WPPI pursuant to a long-term power supply contract (each, a "Long Term Contract");

WHEREAS, the Long Term Contract between the Member and WPPI is that certain *Long Term Power Supply Contract for Participating Members* dated as of September 19, 1989, as amended (the "Member's Contract");

WHEREAS, the current term of the Member's Contract and each other Long Term Contract will expire on or before December 31, 2055;

WHEREAS, WPPI's revenues under the Long Term Contracts have been pledged to secure the bonds issued by WPPI to finance ownership of WPPI's generating units and transmission assets;

WHEREAS, it is necessary that WPPI members extend the existing terms of the Long Term Contracts in order to enable WPPI to plan for, obtain, contract for, purchase and finance new long-term power supply resources, including, but not limited to, new generating plants;

WHEREAS, the Member desires that WPPI be able to secure and finance new long term power supply resources so that WPPI is able to continue serving the Member and all other members reliably and at competitive and stable rates under the Long Term Contracts over the long term and WPPI wishes to be able to make new long-term commitments in order to be able to do so;

WHEREAS, the parties wish to extend the term of the Member's Contract, as set forth in the amendment referred to in the caption of this Resolution (the "Amendment"); and

WHEREAS, the Two Rivers Public Utilities Committee has recommended that the City approve and execute the Amendment.

NOW, THEREFORE, be it resolved by the Two Rivers City Council:

1. That the Amendment, the form of which has been presented to the Two Rivers City Council, is hereby approved;
2. That the City Manager and the City Clerk are directed to execute and deliver the Amendment to WPPI on behalf of the Member to be in substantially the form presented to the Two Rivers City Council. The City Manager and City Clerk and other appropriate City officials, including the City Attorney, also are directed to take all other actions on behalf of the Member as may be necessary to effectuate the Amendment, subject to the requirement of Section 3 of the Amendment, which provides that if, by February 26, 2027, fewer than thirty-four (34) WPPI Participating Members approve an amendment extending the terms of their respective Long Term Contracts to midnight on December 31, 2073, the Amendment shall be null and void and shall have no force and effect;

3. That the Member agrees to be bound by the terms of the Amendment as executed by the Member.

Introduced by _____

Moved by _____

Seconded by _____

Passed by the Two Rivers City Council on the _____ day of _____, 20____, and submitted to the City Manager and City Clerk on the _____ day of _____, 20____. Approved this _____ day of _____, 20____.

City Manager

Print Name

State of _____)

) ss

County of _____)

I, _____, City Clerk of the City of Two Rivers, Wisconsin, hereby certify that I have compared the above Resolution with the original instrument on file in my office and that the same is a true, complete and correct copy of said document.

IN WITNESS HEREOF, I have hereunto set my hand and affixed the Corporation Seal of the City of Two Rivers, Wisconsin, this _____ day of _____, 20____.

City Clerk

Print Name

**AMENDMENT NO. 3
TO LONG TERM POWER SUPPLY CONTRACT
FOR PARTICIPATING MEMBERS**

This *Amendment No. 3 to Long Term Power Supply Contract for Participating Members* (this "Amendment"), dated as of _____, 202__ (the "Effective Date"), is made by and between WPPI Energy, a municipal electric company ("WPPI"), and the City of Two Rivers (the "Member"). WPPI and the Member are sometimes referred to in this Amendment individually as a "Party" and collectively as the "Parties."

RECITALS

A. The Member is a member of WPPI and, like all other Participating Members, takes long-term all-requirements electric service from WPPI pursuant to a long-term power supply contract (each, a "Long Term Contract").

B. In this Amendment, the term "the Member's Contract" refers to the *Long Term Power Supply Contract for Participating Members* between WPPI and the Member dated as of September 19, 1989 (as subsequently amended), the current initial term of which will expire immediately following December 31, 2055.

C. WPPI's revenues under the Long Term Contracts have been pledged to secure the bonds issued by WPPI to finance ownership of WPPI's generating units and transmission assets.

D. It is necessary that Participating Members extend the existing terms of the Long Term Contracts in order to enable WPPI to plan for, obtain, contract for, purchase, and finance new long-term power supply resources, including, but not limited to, new generating plants.

E. The Member wishes that WPPI be able to secure and finance long-term power supply resources so that WPPI is able to continue serving the Member and all other Participating Members reliably and at competitive and stable rates under the Long Term Contracts over the long term, and WPPI wishes to be able to make new long-term commitments in order to do so.

F. The Parties desire to further amend the Member's Contract on the terms and conditions set forth in this Amendment to extend the initial term of the Member's Contract.

AGREEMENT

NOW, THEREFORE, in consideration of the foregoing recitals, which are incorporated into and made a part of this Amendment, the promises contained in this Amendment and the Member's Contract, and other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the Parties agree as follows:

1. Definitions. All capitalized definitional terms used but not otherwise defined in this Amendment shall have the meanings given to those terms in the Member's Contract.

2. Initial Term and Termination. The first sentence of Section 9(a) of the Member's Contract is hereby deleted and replaced in its entirety with the following:

This Contract shall take effect upon the date first written above and shall remain in effect for an initial term that ends at midnight on December 31, 2073, and thereafter until terminated by notice as provided in this Section 9(a).

3. Effective Date. This Amendment, upon execution by the Parties, shall take effect as of the Effective Date, provided however, that if, by February 26, 2027, fewer than thirty-four (34) Participating Members have executed an amendment extending the initial terms of their respective Long Term Contracts to midnight on December 31, 2073, this Amendment shall be null and void and shall have no force and effect. Prior to April 1, 2027, WPPI shall certify in writing to each Participating Member that has executed such an amendment (including the Member) whether this threshold has been met.

4. Miscellaneous. In the event of conflict between the provisions of the Member's Contract and the provisions of this Amendment, the provisions of this Amendment shall control. Except as specifically set forth herein, no other amendments to the Member's Contract are being made between the Parties, and all other provisions of the Member's Contract remain in full force and effect. This Amendment may be executed in two or more counterparts, each of which shall be deemed an original, but all of which taken together shall constitute one and the same instrument.

IN WITNESS WHEREOF, WPPI and the Member have duly approved and executed this Amendment as of the Effective Date.

WPPI ENERGY

By: _____
Name: _____
Title: _____

By: _____
Name: _____
Title: _____

CITY OF TWO RIVERS

By: _____
City Manager

By: _____
City Clerk

By: _____
Chairperson, Two Rivers Public Utilities Committee