



WISCONSIN DEPARTMENT OF
ADMINISTRATION

SCOTT WALKER
GOVERNOR

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SECRETARY

Bureau of Financial Management
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May 5, 2017

Dear Treasurer:
Town of Holland

Reimbursement for Construction of Badger Coulee Transmission Line Project

American Transmission Co LLC has begun construction of the Badger Coulee Transmission Line Project. Commencement of construction has initiated the payment of impact fees to local units of government affected by construction activities within their municipal boundaries.

The fees include a one-time Environmental Impact Fee and an Annual Impact Fee. The fees are based on the total cost of construction (\$410,572,000.00), a distance factor prorating the distance in the affected municipality compared to the total length of the transmission line, and the impact fees (5.0% for the one-time environmental fee and 0.3% annually for the Annual Impact Fee). The 2017 Annual Impact Fee is prorated for the fraction of the year during which construction occurred (10/12 months). The 2018 Annual Impact Fee will be for the entire 12 months of 2018.

For the Town of Holland,

The One-Time Environmental Impact Fee is \$366,146.00
The prorated annual fee for 2017 is \$36,615.00

The total reimbursement for 2017 is \$402,761.00. Subsequent to 2017, you will receive an annual fee of \$43,938.00.

Wisconsin Statutes 16.969 (4) directs that the One-Time Environmental Impact Fee funds are to be used for environmental programs unless a different use is approved by the Public Service Commission of Wisconsin. The annual fee is not restricted and may be used for general expenditures. To aid you in your use of these funds, we have included a list of examples of the use of expenditures directed at reducing the environmental impacts of transmission line construction projects.

If you have any questions or need assistance, please feel free to contact Kristofer Frederick of the Bureau of Financial Management at 608-261-2292 or Jim Lepinski of the Public Service Commission at 608-266-0478.

Sincerely,

Colleen Holtan, Director
Bureau of Financial Management

Enclosures (2)