

ALLIANT ENERGY CORP
Form U-9C-3
March 30, 2001

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM U-9C-3

QUARTERLY REPORT

For the quarter ended December 31, 2000

Filed Pursuant to Rule 58 of the Public Utility Holding Company
Act of 1935

ALLIANT ENERGY CORPORATION
222 West Washington Avenue
Madison, Wisconsin 53703
608-252-3311

ALLIANT ENERGY CORPORATION

Edgar Filing: ALLIANT ENERGY CORP - Form U-9C-3

FORM U-9C-3

For the Quarter Ended December 31, 2000

CONTENTS

	Page
ITEM 1 - Organization Chart	3
ITEM 2 - Issuances and Renewals of Securities and Capital Contributions	3
ITEM 3 - Associate Transactions	3
ITEM 4 - Summary of Aggregate Investment	4
ITEM 5 - Other Investments	5
ITEM 6 - Financial Statements and Exhibits	6
SIGNATURES	6
EXHIBIT A	7

ITEM 1 - ORGANIZATION CHART

Omitted for the fourth quarter pursuant to instructions for "Item 1."

ITEM 2 - ISSUANCES AND RENEWALS OF SECURITIES AND CAPITAL CONTRIBUTIONS: Investment level at December 31, 2000

Company Issuing Security	Type of Security Issued	Principal Amount of Security (in thousands)	Wh
Alliant Energy Desdemona, L.P.	Partnership Capital	\$2,233	Industria
Alliant South Texas Pipeline, L.P.	Partnership Capital	5,545	Industria
Argo Power L.L.C.	Critical Equipment Loan	13,341	Alliant E
Bastian Bay Pipeline, L.P.	Partnership Capital	577	Industria
BFC Gas Company L.L.C.	Capital	2,600	Industria
Cargill-Alliant, LLC	Capital	5,000	Alliant E
Energy Performance Services, Inc.	Common Stock	12,494	Alliant E
Enermetrix.com, Inc.	Series D Preferred Stock	10,040	Alliant E
EUA Cogenex Corporation (incl. subs)	Common Stock	60,000	Alliant E
Heartland Energy Group, Inc.	Common Stock	3,289	Alliant E
	Money Pool Borrowings	3,783	Alliant E
Henwood Energy Services, Inc.	Common Stock	1,342	Alliant E
Industrial Energy Applications, Inc.	Common Stock	9,971	Alliant E
	Money Pool Borrowings	38,147	Alliant E
NG Energy Trading, LLC	Capital	2,250	Heartland

Edgar Filing: ALLIANT ENERGY CORP - Form U-9C-3

Oak Hill Pipeline L.P.	Partnership Capital	4,705	Industria
ReGENco, LLC	Class A Units	1,083	Heartland
	Class B Units	667	Heartland
RMT, Inc. (including subsidiaries)	Common Stock	11,822	Alliant E
Schedin & Associates, Inc.	Money Pool Borrowings	857	Alliant E
SmartEnergy, Inc.	Series A Conv. Pref. Stock	5,000	Alliant E
Williams Bulk Transfer Inc.	Common Stock	1	Alliant E
	Money Pool Borrowings	4,938	Alliant E

(1) All companies identified are associate companies.

ITEM 3 - ASSOCIATE TRANSACTIONS
For the Quarter Ended December 31, 2000

Refer to note (a) for definitions of abbreviations.

Part I -- Transactions performed by reporting companies on behalf of associate companies (a):

Reporting Company	Associate Company	Types of Services Rendered	Direct Costs Charged (in thousands)	Indirect Costs Charged (in thousands)	Cost of Capital (in thousands)
RMT	WP&L	Environmental consulting	\$109	\$-	\$-
RMT	IEA	Environmental consulting	71	-	-
RMT	IESU	Environmental consulting	33	-	-
RMT	Barge	Environmental consulting	7	-	-
RMT	Resources	Environmental consulting	12	-	-
RMT	IPC	Environmental consulting	1	-	-
Williams	Cargill-Alliant	Coal handling	159	-	-

Part II -- Transactions performed by associate companies on behalf of reporting companies (a):

Associate Company	Reporting Company	Types of Services Rendered	Direct Costs Charged (in thousands)	Indirect Costs Charged (in thousands)	Cost of Capital (in thousands)
IESU	Cargill-Alliant	Coal Sales	\$324	\$-	\$-
RMT	IEA	Environmental consulting	71	-	-

Edgar Filing: ALLIANT ENERGY CORP - Form U-9C-3

SERVCO	Cargill-Alliant	Electric capacity & energy sales	305	-	-
SERVCO	HEG	Administrative services	17	-	-
SERVCO	IEA	Administrative services	58	-	-
SERVCO	Schedin	Administrative services	4	-	-
SERVCO	Williams	Administrative services	10	-	-
Whiting	ISCO	Gas marketing	83	-	-
Whiting	IEA	Gas marketing	7	-	-
Williams	Cargill-Alliant	Coal handling	159	-	-

NOTE: All services provided by SERVCO were directly charged to the reporting company, thus there are no cost allocations.

(a) The following abbreviations were used:

Abbreviation	Legal Name	Abbreviation	Legal Name
Barge	IEI Barge Services, Inc.	Resources	Alliant Energy Resources
Cargill-Alliant	Cargill-Alliant, LLC	RMT	RMT, Inc.
HEG	Heartland Energy Group, Inc.	SERVCO	Alliant Energy Company
IEA	Industrial Energy Applications, Inc.	Schedin	Schedin & Associates
IESU	IES Utilities Inc.	Whiting	Whiting Petroleum Company
IPC	Interstate Power Company	Williams	Williams Bulk Terminals
ISCO	Alliant Energy Industrial Services, Inc.	WP&L	Wisconsin Power & Light

ITEM 4 - SUMMARY OF AGGREGATE INVESTMENT
(Dollars in thousands)

Investments in energy-related companies:

Total consolidated capitalization as of December 31, 2000 (a)	\$4,653,690	Line 1
Total capitalization multiplied by 15% (Line 1 multiplied by 0.15)	698,054	Line 2
Greater of \$50 million or total capitalization multiplied by 15% (Line 2)	698,054	Line 3

Total current aggregate investment subsequent to April 21, 1998
(categorized by major line of energy-related business):

Energy-related business category i	74,336
Energy-related business category ii	-
Energy-related business category iii	-
Energy-related business category iv	-
Energy-related business category v	21,073
Energy-related business category vi	31

Edgar Filing: ALLIANT ENERGY CORP - Form U-9C-3

Energy-related business category vii	2,750
Energy-related business category viii	13,341
Energy-related business category ix	13,294
Energy-related business category x	-

Total current aggregate investment	124,825	Line 4
------------------------------------	---------	--------

Difference between the greater of \$50 million or 15% of capitalization and the total aggregate investment of the registered holding company system
(Line 3 less Line 4)

\$573,229	Line 5
-----------	--------

Investments in gas-related companies:

Total current aggregate investment (categorized by major line of gas-related business):

Gas-related business category i	\$-
Gas-related business category ii	-
Total current aggregate investment	\$-

(a) Includes common equity, cumulative preferred stock of subsidiaries, long-term debt, current maturities and sinking funds and short-term debt (variable rate demand bonds, commercial paper, notes payable and other short-term borrowings).

ITEM 5 - OTHER INVESTMENTS
(Dollars in thousands)

Major Line Of Energy-Related Business	Other Investment In Last U-9C-3 Report	Other Investment In This U-9C-3 Report	Reason for Difference In Other Investment
Energy-related business category i*	\$48,475	\$48,475	No change.
Energy-related business category v*	8,289	8,289	No change.
Energy-related business category vi*	2,569	2,569	No change.
Energy-related business category vii*	11,822	11,822	No change.
Energy-related business category ix*	5,175	4,705	(a) In the fourth quarter

* Item 5 includes aggregate investments that were invested or committed to be invested in energy-related companies, prior to the date Rule 58 was effective for Alliant Energy Corporation (April 21, 1998 - Date Alliant Energy Corporation became a registered holding company), for which there is recourse, directly or indirectly, to Alliant Energy Corporation or any subsidiary thereof.

ITEM 6 - FINANCIAL STATEMENTS AND EXHIBITS

List all financial statements and exhibits filed as a part of this report.

A. FINANCIAL STATEMENTS:

Omitted for the fourth quarter pursuant to instructions for "Item 6."

B. EXHIBITS:

1. Exhibit A - Certificate of Alliant Energy Corporation
2. Copies of contracts required by Item 3:
 - B-1 Environmental services contract between Wisconsin Power and Light Company and RMT, Inc. dated July 7, 2000 - incorporated by reference to Exhibit B-1 to Alliant Energy Corporation's Form U-9C-3 for the quarter ended September 30, 2000.
 - B-2 Service Agreement by and among Alliant Energy Resources, Inc., IPC Development Company, Inc. and Alliant Energy Corporate Services, Inc. - incorporated by reference to Exhibit 10.2 to Alliant Energy Corporation's Form 10-Q for the quarter ended June 30, 1998.
 - B-3 Services Agreement by and among Alliant Energy Corporate Services, Inc. and Cargill-Alliant LLC dated March 2, 2000.

Copies of other contracts required to be provided by Item 3 have been filed

Edgar Filing: ALLIANT ENERGY CORP - Form U-9C-3

P.O. Box 19280
Springfield, Illinois 62794-9280

Minnesota Public Utilities Commission
121 7th Place E. Suite 350
St. Paul, MN 55101-2147

Public Service Commission of Wisconsin
610 North Whitney Way, P.O. Box 7854
Madison, Wisconsin 53707-7854

ALLIANT ENERGY CORPORATION

Registrant

By: /s/ John E. Kratchmer Corporate Controller and Chief Accounting Officer
----- (Principal Accounting Officer)
John E. Kratchmer

Exhibit B-3

SERVICE AGREEMENT

This Service Agreement ("Agreement"), dated as of March 2, 2000, is entered into by and between ALLIANT ENERGY CORPORATE SERVICES, INC. as agent for Wisconsin Power and Light Company (collectively "ALLIANT ENERGY") and CARGILL-ALLIANT, LLC ("CUSTOMER") for the sale of electric capacity and energy from ALLIANT ENERGY to CUSTOMER (hereinafter referred to as "Transaction" or "Transactions"). This Agreement is made pursuant to ALLIANT ENERGY's Market-Based Wholesale Power Sales Tariff (MR-1), FERC Electric Tariff No. ER99-230-000.

Each Transaction hereunder will be carried out under the terms and conditions as agreed upon by ALLIANT ENERGY and CUSTOMER in accordance with the terms and conditions of the Market-Based Wholesale Power Sales Tariff (MR-1) and the Market-Based Wholesale Power Sales Schedules. In addition, ALLIANT ENERGY and CUSTOMER (also referred to as "PARTIES") agree to the following terms and conditions:

1. ALLIANT ENERGY will use the following pricing mechanism that will permit it to sell power to CUSTOMER in a manner that eliminates the potential for affiliate abuse. Several discrete markets exist within the general market for electric capacity and energy: an hourly market; a next-day market; a balance-of-the-week/next-week/balance-of-the-month market; and a forward market. ALLIANT ENERGY proposes to sell electric capacity and energy to CUSTOMER at prices that accurately reflect market conditions in each of these market segments, but for material Transactions, in no case will sales be made to CUSTOMER at prices less than the highest bid instantaneously available to ALLIANT ENERGY.

a. HOURLY MARKET: At present, no commercial service compiles and reports real-time hourly prices in the Midwestern markets in which ALLIANT ENERGY and CUSTOMER transact. As part of its normal bulk power trading operations, ALLIANT ENERGY will continue to survey and compile real-time hourly price information from a sample of representative utilities in the Midwest region. From the market information compiled, ALLIANT ENERGY will document

Edgar Filing: ALLIANT ENERGY CORP - Form U-9C-3

the high and low price range for each hour in the day. This information will provide market reference points in the absence of independently published pricing indices. When ALLIANT ENERGY sells electric capacity and energy to CUSTOMER, the price of the Transaction will be within the high and low range for the given hour, and for Transactions with a total hourly value greater than \$20,000 will be no less than the highest bid instantaneously available to ALLIANT ENERGY. In essence, there will be a higher standard for more material (i.e., greater than \$20,000) Transactions. For Transactions exceeding \$20,000, ALLIANT ENERGY will not sell to CUSTOMER without securing at least three competing and instantaneously available bids and in those cases may only sell to CUSTOMER when its bid is greater than or equal to the highest bid instantaneously available. For all Transactions greater than \$20,000, all instantaneously available bids, appropriately adjusted for basis and contractual differences, will be documented including the chosen bid. For Transactions less than \$20,000 for a given hour, ALLIANT ENERGY traders will be allowed to rely on general market conditions to make sales to all parties, including CUSTOMER, without securing competing and instantaneously available bids. In the case of sales to the latter, in no case will the sales be less than the lowest price bid by a non-affiliated party for the given hour in question.

- b. **NEXT-DAY MARKET:** As part of its normal bulk power trading operations, ALLIANT ENERGY will continue to survey and compile next-day price information from a sample of representative utilities in the Midwest region. In particular, ALLIANT ENERGY will compile pricing quotes from the Com-Ed hub and/or physical price quotes from MAPP/MAIN, or their successors, each obtained through bidding surveys of utilities and energy marketers/brokers operating in those markets. From the market information compiled, ALLIANT ENERGY will document the high and low price range for the next-day market. This information will provide market reference points in the absence of independently published pricing indices. When ALLIANT ENERGY sells next-day electric capacity and energy to CUSTOMER, the price of the Transaction will be within the high and low range, and for Transactions with a total next-day value greater than \$50,000 will be no less than the highest bid instantaneously available to ALLIANT ENERGY. In essence, there will be a higher standard for more material (i.e., greater than \$50,000) Transactions. For Transactions exceeding \$50,000, ALLIANT ENERGY will not sell to CUSTOMER without securing at least three competing and instantaneously available bids and in those cases may only sell to CUSTOMER when its bid is greater than or equal to the highest bid instantaneously available. For all Transactions greater than \$50,000, all instantaneously available bids, appropriately adjusted for basis and contractual differences, will be documented including the chosen bid. For all Transactions less than \$50,000 for a given day, ALLIANT ENERGY traders will be allowed to rely on general market conditions to make sales to all parties, including CUSTOMER, without securing competing and instantaneously available bids. In the case of sales to the latter, in no case will the sales be less than the lowest price bid by a non-affiliated party for the given day in question.
- c. **BALANCE-OF-WEEK/NEXT-WEEK/BALANCE-OF-MONTH MARKET:** In connection with the balance-of-week/next-week/balance-of-month market, the PARTIES will use the same methodology used for the next-day market.
- d. **FORWARD MARKET:** In connection with forward market (i.e., Transactions beyond balance-of-month market), the PARTIES will use the same methodology used for the next-day market. The only exception is that forward price indices as published by the New York Mercantile Exchange (in particular the Cinergy hub) will be used as a price reference point, in addition to Com-Ed hub price quotes and the MAPP/MAIN physical price quotes that will be obtained through the bidding surveys described in the above paragraph "b"

Edgar Filing: ALLIANT ENERGY CORP - Form U-9C-3

relating to the next-day market. The Cinergy hub price will be appropriately adjusted to include any transmission expenses or other relevant market data to account for basis and contractual differences between markets. All other criteria as described in the above paragraph "b" will be implemented for this market.

2. The PARTIES will make available to the Public Service Commission of Wisconsin ("Commission") all off-system sales that occur contemporaneously with customer interruptions.

3. The Standard of Conduct contained in Appendix A, which is incorporated herein fully by reference, will be followed by the PARTIES for each Transaction.

4. PARTIES will ensure that the Commission is copied on all filings that ALLIANT ENERGY makes to the Federal Energy Regulatory Commission ("FERC") as required by FERC's order approving the Transaction.

5. PARTIES will ensure that the Commission is copied on CUSTOMER'S quarterly filing to the FERC which reports transactions with affiliates.

IN WITNESS WHEREOF, ALLIANT ENERGY and CUSTOMER have caused this Service Agreement to be executed by their respective authorized officials as of the date first above written.

ALLIANT ENERGY
CORPORATE SERVICES, INC.,
as agent for Wisconsin Power
and Light Company

CARGILL-ALLIANT, LLC

/s/ William D. Harvey 3/2/00

/s/

Executive Vice President

Vice President

Title

Title

Appendix A

ALLIANT ENERGY CORPORATE SERVICES, INC.

STATEMENT OF POLICY AND
CODE OF CONDUCT

The following Statement of Policy and Code of Conduct will govern the relationship among Alliant Energy Corporate Services, Inc. ("Alliant Service"); the Alliant Energy ("AEC") Operating Companies (Note 3); Alliant Services' power marketer affiliates, Heartland Energy Services, Inc., and Cargill-Alliant, LLC; and any other affiliates of Alliant Services that may be authorized by the Federal Energy Regulatory Commission ("FERC") to engage in sales for resale of energy and capacity at market-based rates (the "Marketing Affiliates"). For purposes of this Statement of Policy and Standards of Conduct, the jurisdictional public utility affiliates of Cargill-Alliant are considered to

Edgar Filing: ALLIANT ENERGY CORP - Form U-9C-3

consist of Wisconsin Power & Light Company ("WP&L"), South Beloit Water, Gas & Electric Company ("SBWGE"), IES Utilities, Inc. ("IES"), and Alliant Power Company ("IPC") (collectively, "the AEC Companies").

It is the policy of the AEC Companies that the business activities of Cargill-Alliant will not be subsidized by the AEC Companies' utility customers. To this end, the business activities of Cargill-Alliant will be conducted separately from the AEC Companies' utility operations.

It is the AEC Companies' policy that there will be no preferential treatment with respect to wholesale power transactions in favor of Cargill-Alliant's business activities so as to confer an unfair competitive advantage on Cargill-Alliant with respect to its competitors.

1. Alliant Services and AEC Operating Companies will not, either through its policies or procedures, provide the Marketing Affiliates with any undue preference over non-affiliated customers. No Alliant Services employee or any AEC Operating Company employee will state or will imply that undue preferential treatment will be available to any customer as a result of such customer's affiliation with any of the Marketing Affiliates.
2. The books, records, and accounts of the AEC Companies will be maintained separately from those of Cargill-Alliant.
3. AEC Companies' employees who operate the AEC Companies' system or engage in power purchasing or selling on behalf of the AEC Companies will be physically, operationally, and functionally separate from Cargill-Alliant employees performing power-marketing activities.
4. All personnel of Alliant Services and the AEC Operating Companies will abide by the Standards of Conduct for Public Utilities established by FERC in Order 889 and Order 889-A, as codified at 18 CFR sub-section 37.1-37.4.

Note 3: The Alliant Energy Operating Companies are wholly-owned public utility company subsidiaries of Alliant Energy Corporation. They are IES Utilities, Inc.; Interstate Power Company; and Wisconsin Power & Light Company. Alliant Services is authorized to serve as agent for the AEC Operating Companies for the sale or of electric energy and/or electric capacity.

Appendix A

5. No employees of Alliant Services or any AEC Operating Company will share market information with any employee of a Marketing Affiliate unless all such information is simultaneously made available to the public. This policy will not apply to market information known to be publicly available, or to market information disclosed to employees of a Marketing Affiliate, Alliant Services, or the AEC Operating Companies who are engaged in support

Edgar Filing: ALLIANT ENERGY CORP - Form U-9C-3

functions, including human resources, information resources, data processing, finance, legal, accounting, and other support personnel who are not responsible for directing, organizing and executing the business decisions of the wholesale merchant or generation functions of Alliant Services and the Marketing Affiliates, provided that such employees are prohibited from acting as conduits to pass market information obtained from Alliant Services, the AEC Operating Companies, or a Marketing Affiliate to the other.

Alliant Services, Inc. Original Sheet No.22
Market-Based Wholesale Power Sales Tariff (MR-1) Effective: December 16,1998

ATTACHMENT A

Alliant Services Company
Market-Based Wholesale Power Sales Tariff (MR-1)

Form of
Short-Term Service Agreement

Alliant Services ,Inc. Original Sheet No. 22
Market-Based Wholesale Power Sales Tariff (MR-1) Effective: December 16, 1998

Attachment A

FORM OF SHORT-TERM SERVICE AGREEMENT

(For Transactions of One Year or Less)

This Service Agreement, dated as of May 28, 1999 , is entered into by between Alliant Services Company ("Alliant Services") and Cargill-Alliant, LLC ("Customer"), pursuant to the Alliant Services Market-Based Wholesale Power Sales Tariff (MR-1), FERC Electric Tariff No. 1 .

Each transaction hereunder will be carried out under terms and conditions as agreed upon by Alliant Services and the Customer in accordance with the terms and conditions of the Market-Based Wholesale Power Sales Tariff (MR-1) and the Market-Based Wholesale Power Sales Schedules.

IN WITNESS WHEREOF, Alliant Services and Customer have caused this Service Agreement to be executed by their respective authorized officials as of the date first above written.

CARGILL-ALLIANT, LLC

ALLIANT SERVICES COMPANY

/s/ David Gabriel 5/20/99

Signature Date

/s/ Jeffrey A. Gibbons 5/28/99

Signature Date

Mr. David Gabriel

Name

Jeffrey A. Gibbons

Name

President

Title

Short Term Bulk Power Coordinator

Title

Alliant Services, Inc. Original Sheet No.-2 -
Market-Based Wholesale Power Sales Tariff (MR-1) Effective: December 16, 1998

Attachment B

Form of Certificate of Concurrence
(To be completed and appended to the Service Agreement in the
event the Customer wishes to reserve its right under the MR- 1 Tariff
to engage in exchange transactions under the Service Agreement)

Customer does not intend to engage in exchange transactions under this
Service Agreement.

Customer intends to engage in exchange transactions under this Service
Agreement, and accordingly:

This is to certify that Cargill-Alliant, LLC ("Customer") assents to and
concurs in the annexed Service Agreement for exchange transactions under the
Market-Based Wholesale Power Sales Tariff (MR-1) of Alliant Services Company
(the "Tariff"), which Alliant Services has filed, and (if applicable) hereby

Edgar Filing: ALLIANT ENERGY CORP - Form U-9C-3

files this Certificate of Concurrence in lieu of the filing of a separate service agreement for such exchange transactions.

With respect to such exchange transactions under the Service Agreement, Customer will arrange and be responsible for any transmission and ancillary services on its transmission system, unless otherwise agreed by the parties.

Where Customer arranges for transmission and ancillary services on its system for its deliveries to Alliant Services under exchange transactions under this Service Agreement, it will have a service agreement under its open access transmission tariff on file to govern service for such deliveries. Charges for such transmission and ancillary services will be stated separately in an attachment to this service agreement, will not exceed those set forth such attachment, and will not exceed the charges assessed to Customer under its open access transmission tariff. In the event Customer revises the charges for transmission and ancillary services under its open access transmission tariff, Customer will revise the charges set forth in said attachment.

Where Alliant Services arranges for transmission and ancillary services on Customer's system, Alliant Services will have a service agreement under Customer's open access transmission tariff on file to govern service for such deliveries.

CUSTOMER: Cargill-Alliant, LLC

Signature: /s/ David Gabriel

By: Mr. David Gabriel

Name

President

Title