



INFRASTRUCTURE RIDER Effective May 2, 2019

On March 1, 2019, Montana-Dakota Utilities Co. (Montana-Dakota) filed an application with the South Dakota Public Utilities Commission (Commission) to update its Infrastructure Rider (IR) rate in accordance with the Company's Infrastructure Rider Rate 56 tariff that states the rates will be revised annually to reflect the projected costs to be recovered through the next year. The IR rate includes South Dakota's allocation of the Company's investment in the Thunder Spirit Wind Project, and a true-up amount from the current IR rate. The proposed rate includes the revenue requirement associated with the expansion of the Thunder Spirit Wind Project, which was placed into service in October of 2018.

On May 2, 2019, the Commission approved the Company's request to update the IR rate with the new rate effective May 2, 2019. The Infrastructure Rider is shown as a separate line item on your electric bill.

The table below provides a comparison of the residential customer's winter bill at the current rate of \$0.00432 per Kwh and the new IR rate of \$0.00583 per Kwh, excluding taxes. A typical residential customer using 853 Kwh would see an increase of \$1.29 per month, or \$15.48 annually.

<u>Kwh</u>	<u>Current Rate</u>	<u>New Rate</u>	<u>Change</u>	<u>Percent Change</u>
500	\$64.53	\$65.29	\$0.76	1.18%
600	75.94	76.85	0.91	1.20%
700	87.37	88.43	1.06	1.21%
800	97.30	98.50	1.20	1.23%
900	105.73	107.09	1.36	1.29%
1,000	114.15	115.66	1.51	1.32%

For more information, please contact a Montana-Dakota representative at 1-800-638-3278.