

**Other Rates Available:**

Optional Time-of-Day Residential Electric Service – Rate 16; Irrigation Power Service – Rate 25; Optional Time-of-Day Small General Electric Service – Rate 26; Optional Time-of-Day General Electric Service – Rate 31; General Electric Space Heating Service – Rate 32; Interruptible Large Power Demand Response – Rate 38; Public Lighting Service – Rate 41; Municipal Pumping Service – Rate 48; and Outdoor Lighting Service – Rate 52

**Prorated Bill:**

The first bill you receive may be prorated, depending on the date your meter was read. Bills are prorated to reflect the rates in effect at the time service was rendered, rather than when your bill is processed. This means that any electricity used prior to September 1, 2019 will be billed at the old rate and any electricity used on and after September 1, 2019 will be billed at the new rates.

**Payment:**

Bills will be considered past due if not paid by the due date shown on the bill. An amount equal to 1% per month will be applied to any unpaid balance existing at the immediate subsequent billing date.

**NSF/Returned Check Charge:**

A charge of \$30.00 will be collected by the Company for each check charged back to the Company by the customer's financial institution.



## New Electric Service Rates Effective September 1, 2019

On September 28, 2018, Montana-Dakota Utilities Co. (Montana-Dakota) filed an application with the Montana Public Service Commission (Commission) to increase the Company's electric service rates to reflect increased investment necessary for providing safe and reliable service, in addition to increased operation and maintenance expense, depreciation expense, and property taxes. The rate increase was offset by the tax savings associated with the Tax Cuts and Jobs Act of 2017.

Effective April 1, 2019, the Commission approved an interim rate increase in the amount of \$7,935,155 annually or an overall increase in rates of 12.59 percent. The interim rate of 19.958 percent is applied to the amounts billed under the Basic Service Charge, Energy Charges, and Demand Charges applicable under the Company's retail electric rate schedules.

On June 18, 2019, the Commission approved a Settlement Agreement between Montana-Dakota, the Montana Consumer Counsel, and Denbury Onshore

LLC, authorizing a total rate increase of \$9.3 million to be accomplished in two phases. The first phase of the rate increase is an increase in the Company's electric rates of \$9 million with new electric service rates to be effective September 1, 2019. The second phase of the increase is for the remaining \$300,000 to be reflected in the Company's electric service rates effective September 1, 2020. The interim rate will be eliminated effective September 1, 2019.

The authorized increase by rate class for Phase I is as follows:

<u>Customer Class</u>	<u>Revenue Increase</u>	<u>% Increase</u>
Residential.....	\$2,744,266 .....	15.36%
Small General.....	1,678,345 .....	15.36%
Large General .....	4,391,822 .....	13.30%
Municipal Pumping.....	83,423 .....	15.39%
Lighting - Municipal .....	38,340 .....	15.38%
Lighting - Outdoor .....	64,779 .....	15.32%
<b>Total Montana .....</b>	<b>\$9,000,975 .....</b>	<b>14.28%</b>

Applicable rates for various classes of service are shown below. The Fuel and Purchased Power (F&PP) rates are subject to change on a monthly basis. The F&PP rates included below reflect the F&PP rates as of September 1, 2019.

#### **Residential Electric Service – Rate 10**

Basic Service Charge .....	\$0.19 per day
Energy Charge October – May .....	\$0.06470 per Kwh
Energy Charge June – September .....	\$0.08467 per Kwh
Fuel and Purchased Power.....	\$0.02425 per Kwh

#### **Small General Electric Service – Rate 20**

##### **Primary Service**

Basic Service Charge .....	\$0.65 per day
Energy Charge October – May .....	\$0.03718 per Kwh

Energy Charge June – September .....	\$0.05598 per Kwh
Demand Charge:	
First 10 KW.....	\$0.00 per KW
Over 10 KW	
October – May .....	\$12.00 per KW
June – September .....	\$13.00 per KW
Fuel and Purchased Power.....	\$0.02439 per Kwh

##### **Secondary Service**

Basic Service Charge .....	\$0.65 per day
Energy Charge October – May .....	\$0.03818 per Kwh
Energy Charge June – September .....	\$0.05698 per Kwh
Demand Charge:	
First 10 KW.....	\$0.00 per KW
Over 10 KW	
October – May .....	\$12.75 per KW
June – September .....	\$14.00 per KW
Fuel and Purchased Power.....	\$0.02425 per Kwh

#### **Large General Electric Service – Rate 30**

##### **Primary Service**

Basic Service Charge .....	\$230.00 per month
Energy Charge .....	\$0.02873 per Kwh
Demand Charge	
October – May .....	\$11.10 per KW
June - September .....	\$12.45 per KW
Base Fuel and Purchased Power .....	\$0.02439 per Kwh

##### **Secondary Service**

Basic Service Charge .....	\$100.00 per month
Energy Charge.....	\$0.02897 per Kwh
Demand Charge	
October – May .....	\$11.30 per KW
June - September .....	\$12.65 per KW
Base Fuel and Purchased Power .....	\$0.02425 per Kwh