Notice of Annual Update to the Renewable Resource Cost Adjustment with the North Dakota Public Service Commission

On November 1, 2019, Montana-Dakota Utilities Co. (Montana-Dakota) filed an application with the North Dakota Public Service Commission (Commission) to update its Renewable Resource Cost Adjustment (RRCA) rates in accordance with the Company's Renewable Resource Cost Adjustment Rate 55 tariff that states the rates will be revised annually to reflect the most recent projected level of costs to be recovered. The Commission issued an Order approving updated RRCA rates on February 19, 2020.

The RRCA rates reflect North Dakota's allocation of Montana-Dakota's investments in its three wind facilities (Diamond Willow, Cedar Hills, and Thunder Spirit) currently not being recovered through the Company's electric service rates, as well as the amortization of the under-recovered RRCA balance through 2019.

The new RRCA rates will be effective with service rendered on and after March 1, 2020.

A typical residential customer using 894 Kwh will see an increase of \$2.27 per month. The RRCA is shown as a separate line item on your bill.

Notice of Annual Update to the Renewable Resource Cost Adjustment (Cont.)

RESIDENTIAL & SMALL GENERAL

Applicable Rate Schedules	. 10, 13, 16, 20, 25, & 40
Current Rate	\$0.00777 per Kwh
New Rate	\$0.01031 per Kwh
Change	(\$0.00254) per Kwh

LARGE GENERAL

Applicable Rate Schedules	30, 31, 32, 38, 48, & contracts
Current Rate	\$0.00754 per Kwh
New Rate	\$0.00937 per Kwh
Change	(\$0.00183) per Kwh

LIGHTING

Applicable Rate Schedules	41 & 52
Current Rate	\$0.00813 per Kwh
New Rate	\$0.00991 per Kwh
Change	. (\$0.00178) per Kwh

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



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