

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

On November 1, 2021, 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 proposed Renewable Resource Cost Adjustment rates reflect North Dakota's allocation of the Company'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 and the amortization of the over-recovered RRCA balance through January 2022.

Montana-Dakota has requested the proposed RRCA rates be effective with service rendered on and after February 1, 2022, subject to Commission review and approval. This change is only being proposed at this time and, if rates are suspended by the Commission, the new rates will not be effective until Commission action has been taken.

If approved, a typical residential customer using 894 Kwh will see a decrease of \$1.20 per month, or \$14.40 annually. The RRCA is shown as a separate line item on your bill.

Notice of Renewable Resource Cost Adjustment (Cont.)

RESIDENTIAL & SMALL GENERAL

Applicable Rate Schedules .. 10, 13, 16, 20, 25, & 40
Current Rate\$0.01033 per Kwh
Proposed Rate\$0.00899 per Kwh
Change (\$0.00134) per Kwh

LARGE GENERAL

Applicable Rate Schedules 30, 31, 32, 38, 48
and contracts
Current Rate\$0.00976 per Kwh
Proposed Rate\$0.00838 per Kwh
Change (\$0.00138) per Kwh

LIGHTING

Applicable Rate Schedules41 & 52
Current Rate\$0.01221 per Kwh
Proposed Rate\$0.01161 per Kwh
Change (\$0.00060) per Kwh

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



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Notice of Annual Update to the Generation Resource Recovery Rider with the North Dakota Public Service Commission

On November 1, 2021, Montana-Dakota Utilities Co. (Montana-Dakota) filed its application with the North Dakota Public Service Commission (Commission) to update its Generation Resource Recovery Rider (GRRR) rates in accordance with the Company's Generation Resource Recovery Rider Adjustment Rate 56 tariff that states the rates will be revised annually to reflect the most recent projected costs to be recovered.

The proposed GRRR rates include North Dakota's allocation of the Company's investment in its Reciprocating Internal Combustion Engines (RICE) units at its Lewis & Clark Generation Station that are not being recovered through the Company's electric rates.

Montana-Dakota has requested the proposed GRRR rates be effective with service rendered on and after February 1, 2022, subject to Commission review and approval. This change is only being proposed at this time and, if rates are suspended by the Commission, the new rates will not be effective until Commission action has been taken.

If approved, a typical residential customer using 894 Kwh will see a decrease of \$0.03 per month or a decrease of \$0.36 annually. The GRRR is shown as a separate line item on your bill.

Notice of Annual Update to the Generation Resource Recovery Rider (Cont.)

RESIDENTIAL & SMALL GENERAL

Applicable Rate Schedules .. 10, 13, 16, 20, 25, & 40
Current Rate\$0.00188 per Kwh
Proposed Rate\$0.00185 per Kwh
Change (\$0.00003) per Kwh

LARGE GENERAL

Applicable Rate Schedules 30, 31, 38, 48 and contracts
Current Rate\$0.55663 per Kw
Proposed Rate\$0.54680 per Kw
Change (\$0.00983) per Kw

SPACE HEATING

Applicable Rate Schedule 32
Current Rate\$0.24058 per Kw
Proposed Rate\$0.23976 per Kw
Change (\$0.00082) per Kw

LIGHTING

Applicable Rate Schedules41 & 52
Current Rate\$0.00084 per Kwh
Proposed Rate\$0.00091 per Kwh
Change\$0.00007 per Kwh

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



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